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COMPREHENSIVE ANNUAL

FINANCIAL REPORT

YEAR ENDED JUNE 30, 2005

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Preserving Protecting Planning

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COMPREHENSIVE ANNUAL

FINANCIAL REPORT

YEAR ENDED JUNE 30, 2005

Jay Panzica, Chief Financial Officer
City of San Buenaventura, California

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INTRODUCTORY SECTION

INTRODUCTORY SECTION

City of San Buenaventura
Comprehensive Annual Financial Report
For the year ended June 30, 2005

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For An Even Better Ventura!

December 6, 2005

Honorable Mayor and City Councilmembers, and the Citizens of the City of San Buenaventura:

It is with pleasure that I present the City of San Buenaventura Comprehensive Annual Financial Report (CAFR) to you for fiscal year ended June 30, 2005. The CAFR is presented in three sections: Introductory, Financial and Statistical. The first and last sections are unaudited and provide for a broader understanding of the actual audited financial records and future fiscal condition. The Financial Section includes the basic financial statements, fund financial statements and schedules, and the independent auditor's report on these statements and schedules.

The CAFR includes the financial activity for all funds of the City. San Buenaventura is a "full service" city that provides a wide range of services to the citizens including general government, community services, community development, public safety, public works and water/wastewater services. Additionally, there are several internal services funds used by management to ensure better fiscal control of City assets.

Generally accepted accounting principles (GAAP) require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of the Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City of San Buenaventura's MD&A can be found immediately following the report of the independent auditors.

The CAFR for the City of San Buenaventura for the year ended June 30, 2005, is hereby presented. Responsibility for the accuracy of the data and the completeness of the presentation, including all disclosures, rests with the City. To the best of the City's knowledge and belief, the enclosed information is accurate in all material respects and is reported in a manner designed to present the financial position of the City fairly.

All disclosures necessary to enable an understanding of the City's financial activities have been included.

Economic Condition and Outlook

The City of San Buenaventura, generally referred to as the City of Ventura, is located on the southern California coastline, approximately 62 miles northwest of the City of Los Angeles and 364 miles south of the City of San Francisco. The city limits cover approximately 36 square miles.

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The City was incorporated in 1866 and has been the County seat since 1873. The City is a charter city with a council-manager form of government. A seven-member City Council is elected at large for four-year alternating terms at elections held every two years. The Mayor of the City is the presiding officer of the City Council and is selected by the City Council from among its members to serve a two-year term. The City Manager, appointed by the City Council for an indeterminate term, acts as chief executive officer in carrying out the policies of the City Council.

The City's first charter was adopted in 1932. The present charter was adopted by election on November 6, 1973, and approved by the California legislature in January 1974 and was amended on December 4, 1986. The City has approximately 667 full and part-time employee positions authorized in the fiscal year 2004-2005 budget. City services include police and fire protection, public works, community development, community recreational services and water/wastewater services.

Economic Factors and San Buenaventura in the Future

The City's ongoing commitment to an economic development strategy continues to achieve results with an emphasis on generating both private and public sector value, both of which build community stability and wealth. The City's revenue base is a blend of business and commercial, light and heavy industrial, and residential uses. The City's economy revolves chiefly around the County government facilities, financial services, retail operations, and a well-developed food processing industry. Government services employ over 13,200 workers, providing relative stability to the City's employment base.

The University of California Santa Barbara (UCSB) Economic Forecast Project recently published a study on the City's economic outlook. The study indicates that the San Buenaventura metro area economy continues to grow. The economy's growth is projected to be at 2.6 percent during 2006.

The City's job growth will be slow but remain positive. The projection for 2006 is 1.7 percent. Sectors that will continue to grow in 2005 and 2006 are: construction, services, wholesale trade retail, and finance/insurance/real estate. Salary growth is expected to be positive but low. The projection for 2005 is 1.7 percent.

For 2005, unemployment in the City was at 4.78 percent. The annual average 2005 countywide unemployment rate was 5.5 percent. The countywide rate is below the California average of 6.2 percent.

Ventura City real retail sales growth was 2.3 percent. The projected growth in retail sales is 2.2 percent for 2005 and 2.3 percent for 2006, which represents a gradual resumption in retail growth.

Median home prices in both the City and County will eventually slow. The 2004 median home price in the City is $497,100. Demand for housing comes from both local and external sources; internally from natural population growth and externally from Santa Barbara workers who find Santa Barbara unaffordable and Los Angeles County workers who desire to live in upscale East Ventura County. City real median home prices increased 22.5 percent in 2004. These prices are projected to continue to rise in 2005 and 2006, but at slower rates. The projection for 2005 is 11.3 percent.

The 2004 residential vacancy rate is 3.2 percent for both owner and rental units. Over two-thirds of the City's housing was built in the last 30 years with the remaining one third built before 1960. Many of the older neighborhoods have homes in the Victorian, California Craftsman and Mission Revival architectural styles, with unique characteristics fostering reinvestment and revitalization. The City continues to actively pursue strategies to enhance established neighborhoods and renovate the housing stock.

The level of taxes, fees, and charges for services (including development-related mitigation fees) will have a bearing on the City's competitive ability to encourage retail, office, residential, and industrial development to locate within the jurisdiction. The City places significant emphasis on encouraging economic development with higher paying jobs.

In addition to community-related economics, i.e., business, employment, and real estate indices, the City's finances and operations are directly impacted by national and regional economic trends. The return on interest earnings has remained the same at 2.56 percent.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its CAFR for the fiscal year ended June 30, 2004. The following is the suggested language published by the GFOA:

"The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports. In order to be awarded a Certificate of Achievement, a governmental unit must have published an easily readable and efficiently organized CAFR, whose contents conform to program standards. The Comprehensive Annual Financial Report must satisfy both generally accepted accounting principles and applicable legal requirements."

In addition, the California Society of Municipal Finance Officers (CSMFO) presented the City with a Certificate of Award for Outstanding Financial Reporting for its CAFR for the fiscal year ended June 30, 2004. The report must meet requirements outlined in the CSMFO Awards Checklist, satisfying generally accepted accounting principles in all material respects, complying with generally accepted auditing standards, and including certain statistical information.

The Certificate of Achievement and Certificate of Award are valid for a period of one year only. We believe our current report continues to conform to both programs' requirements and will be submitted to the GFOA and CSMFO.

Internal Controls

In developing the City's accounting system, consideration is given to the adequacy of the City's system of internal accounting controls. Internal controls are designed to provide reasonable assurance regarding the safeguarding of assets against loss from unauthorized use or disposition, and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of control should not exceed the benefits likely to be derived and the evaluation of costs and benefits requires estimates and judgments by management.

Independent Audit

The City Charter requires an annual audit of the records and accounts of the City by an independent certified public accountant. This requirement has been complied with and the report of the independent auditors (Moreland & Associates, Inc.) has been included in this report. In addition, as a recipient of federal financial assistance, the City is also required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1997 and the U.S. Office of Management and Budget's Circular A-133. Information related to this audit is included in a separately issued single audit report.

Budgetary Controls

In addition, the City maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City Council. Activities of the General, Special Revenue, Debt Service, and Capital Projects Funds are included in the annual appropriated budget.

The City also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. As demonstrated by the statements and schedules included in the financial section of this report, the City continues to meet its responsibility for sound financial management.

Cash Management Policies and Practices

The City's Revenue and Treasury Manager invests temporarily idle cash in accordance with the State of California Government Code and a formal investment policy, which is adopted by the City Council on an annual basis. During the year, funds were invested in U.S. Treasury bills and notes, U.S. Government Agencies, the State of California Local Agency Investment Fund (LAIF), corporate notes and bonds, and money market funds. Given the current market conditions, the City's Investment Team does not anticipate changing its investment strategy significantly from what was presented to Council in its annual report. The City continues to position its portfolio in order to take advantage of higher interest rates when they occur; therefore, the City has been maintaining disproportionately higher portions of its investments with LAIF than in the past. LAIF is the investment vehicle that the City uses to house its "cash position" and liquidity.

The average yield on investments during the fiscal year was 2.891 percent and total earnings on investments for all funds were approximately $3.5 million for the fiscal year ended June 30,2005.

The City's efforts to maximize interest earnings of temporary cash reserves have been successful. The City manages its cash accounts and plans investment maturities to coincide with cash needs. The pool concept provides for investing greater amounts of money at more favorable interest rates. The short-term investment of idle cash continues to be a significant source of revenue for the City.

Risk Management

The City is self-insured for property loss, tort liability and workers' compensation. Excess insurance is secured above an established retention level for both liability and workers' compensation at $1,000,000 Liability, $500,000 Workers' Compensation and $25,000 Property Damage. The programs are administered through third party administrators with a variety of City staff being responsible for the different aspects of the program.

I would like to thank the management and staff of the Administrative Services Department for their contributions to the preparation of this year's CAFR in accordance with the GASB 34 financial reporting model. In addition, I would like to thank the staff of Moreland & Associates, Inc., the City's independent auditors, for their proactive assistance and advice. The City Manager is to be commended for his interest in the Administrative Services Department's progress in building the City's financial systems to support daily operations and allow for new opportunities.

The CAFR is available in the City Council's reading file.

Respectfully submitted,

Jay Panzica

Jay Panzica
Chief Financial Officer

Preserving Protecting Planning
For An Even Better Ventura!

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of San Buenaventura, California

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2004

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.

Nancy L. Zielke

President

Jeffrey P. Ernst

Executive Director

California Society of Municipal Finance Officers

Certificate of Award

Outstanding Financial Reporting 2003-04

Presented to the

City of San Buenaventura

This certificate is issued in recognition of meeting professional standards and criteria in reporting which reflect a high level of quality in the annual financial statements and in the underlying accounting system from which the reports were prepared.

February24, 2005

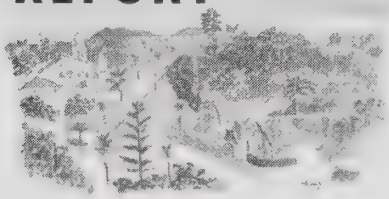
William G. Thomas

Bill Thomas, Chair
Professional & Technical Standards Committee

Dedicated to Excellence in Municipal Financial Management

COMPREHENSIVE ANNUAL

FINANCIAL REPORT



CITY OF SAN BUENAVENTURA

DIRECTORY OF CITY OFFICIALS

June 30, 2005

Brian Brennan
Mayor

Carl E. Morehouse
Deputy Mayor

Neal Andrews
Councilmember

Bill Fulton
Councilmember

James L. Monahan
Councilmember

Sandy E. Smith
Councilmember

Christy Weir
Councilmember

Rick Cole
City Manager

Mabi Plisky
City Clerk

Jay Panzica
Chief Financial Officer

Mike Lavery
Fire Chief

Susan Daluddung
Community Development Director

Pat Miller
Police Chief

Elena M. Brokaw
Community Services Director

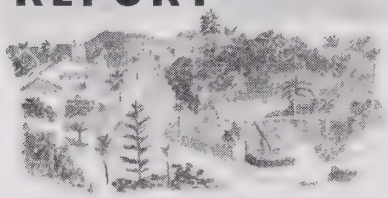
Ronald Calkins
Public Works Director

Jenny Roney
Human Resources Director

Robert Boehm
City Attorney

COMPREHENSIVE ANNUAL

FINANCIAL REPORT



CITY OF SAN BUENAVENTURA

ORGANIZATIONAL STRUCTURE

June 30, 2005

City Council

- Boards & Commissions
- Housing Authority
- Port Authority
- Redevelopment Agency

City Attorney

City Manager

- Administration
- City Clerk
- Civic Engagement

Community Development Department

- Administration
- Planning
- Economic Development & Revitalization
- Land Development

Community Services Department

- Administration
- Community Recreation
- Cultural Affairs
- Golf Services/ Adult Sports
- City Information
- Social Services

Fire Department

- Administration
- Construction Services
- Inspection Services
- Paramedic Services
- Preservation Services
- Suppression

Human Resources Department

- Administration
- Employment Services
- Employee Benefits Administration
- Risk Management
- Employee & Labor Relations/ Payroll

Administrative Services Department

- Administration
- Budget & Finance
- Information Technology
- Purchasing
- Treasury & Revenue

Police Department

- Administration
- Field
- Operations
- Services
- Professional Standards

Public Works Department

- Administration
- Engineering
- Maintenance Services
- Parks
- Utilities

FINANCIAL SECTION

FINANCIAL SECTION

Moreland & Associates, Inc.
CERTIFIED PUBLIC ACCOUNTANTS

1201 DOVE STREET, SUITE 680
NEWPORT BEACH, CALIFORNIA 92660
(949) 221-0025

570 RANCHEROS DRIVE, SUITE 260
SAN MARCOS, CA 92069
(760) 752-3390

September 22, 2005

The Honorable City Council of
the City of San Buenaventura, California

Independent Auditors' Report

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of San Buenaventura, California, as of and for the year ended June 30, 2005, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City of San Buenaventura's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of San Buenaventura, California, as of June 30, 2005, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated September 22, 2005 on our consideration of the City of San Buenaventura internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

The management's discussion and analysis and other required supplementary information identified in the accompanying table of contents are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying introductory section, the major fund budgetary comparison schedules and the combining and individual nonmajor fund financial statements and schedules listed as supplementary information in the table of contents, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The major fund budgetary comparison schedules and the combining and individual nonmajor fund financial statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole. The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Moreland & Associates, Inc.

MANAGEMENT'S DISCUSSION & ANALYSIS

MANAGEMENT'S DISCUSSION & ANALYSIS

CITY OF SAN BUENAVENTURA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

The management of the City of San Buenaventura (City) hereby presents to readers of the City's basic financial statements, this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2005. The reader is encouraged to consider the information presented here in conjunction with additional information that has been furnished in the transmittal letter. This is the fourth year the City has presented its basic financial statements under the Governmental Accounting Standards Board Statement No. 34 (GASB 34), *Basic Financial Statements and Management's Discussion and Analysis (MD&A) for State and Local Governments...* that became effective fiscal year 2002. The City is able to provide comparative financial information, which will allow the reader of this report to measure and/or evaluate the change in the City's financial position over the past 12 months. The letter of transmittal is found on pages iv through viii of the Comprehensive Annual Financial Report (CAFR).

FINANCIAL HIGHLIGHTS

Government-Wide

- The net assets of the City exceeded the liabilities at the close of fiscal year 2004-05 by $357.5 million. Of this amount, $94.7 million may be used to meet the City's ongoing general fund, grant funds, capital project fund, and business-type activity obligations to citizens and creditors.

- The City's total net assets, including all funds, increased by $15.7 million compared to last fiscal year.

- The City's total net long-term liabilities increased by $14.2 million or 13.1 percent during fiscal year 2004-05. The City issued $25.1 million in new Certificates of Participation (COP's) to pay for improvements for the City's waste water system.

Fund Basis

- The General Fund reported an increase of $1.5 million in fund balance due to total revenues and transfers in (inflows) of $83.3 million exceeding total expenditures and transfers out (outflows) of $81.8 million.

- As of June 30, 2005, the unreserved fund balance for the General Fund was $31.3 million. This balance includes designated General Fund emergency reserves of $12 million as designated by the City's Financial Policies and the balance of $16.9 million for operating purposes and $2.4 million of undesignated reserves. Additional information on the City's general fund balances is located in note 10A on page 65 of this report.

- As of June 30, 2005, the City's other governmental funds, excluding the General Fund, reported combined ending fund balances of $48.3 million of net unreserved fund balance.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: government-wide financial statements, fund financial statements, and notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

The *Government-Wide Financial Statements* are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

The *Statement of Net Assets* presents information on all of the City's assets and liabilities, with the difference between the two reported as *net assets.* Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The *Statement of Activities* presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows.* Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (such as, revenues pertaining to uncollected taxes, or expenses pertaining to earned, but unused vacation and sick leave).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues *(governmental activities),* from other functions that are intended to recover all or a significant portion of the costs through user fees and charges *(business-type activities).* The governmental activities of the City include those related to legislative and legal, general government, administrative, human resource management, community development, community and cultural services, public safety (police and fire), and public works. Business-type activities of the City include those related to Water, Sewer and Sanitation (Wastewater), Golf Course Management Operations, and Paramedic Services.

The government-wide financial statements include not only the City of San Buenaventura (known as the *primary government),* but also a legally separate Public Facilities Financing Authority, of which the City of San Buenaventura is the only shareholder having the authority to affect the "company". Financial information for this component unit is reported separately from financial information presented for the primary government itself.

The government-wide financial statements are located on pages 15-17 of this report.

Fund Financial Statements

A *fund* is a grouping of related accounts used to maintain control over resources segregated for specific activities or objectives. The City, as other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the City's funds may be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements; however, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources,* as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating the City's near-term financing requirements.

Since the focus of governmental funds is narrower than that of government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing this comparison, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances, provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities.*

The City maintains several individual governmental funds and information is presented separately in the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances for the following: the General Fund, Gas Tax Fund, Park and Recreation Special Revenue Fund, Certificates of Participation Debt Obligation Debt Service Fund, CIP General Capital Projects Fund, and Redevelopment Agency Capital Projects Fund. Each of these funds is considered a major fund. Data from the remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of the non-major governmental funds is provided in the form of *combining statements,* located in the supplementary information section of this report.

The City adopts an annual appropriated budget for its funds. A budgetary comparison is provided for the City's General Fund, Gas Tax Fund, and Parks and Recreation Special Revenue Funds to demonstrate compliance with this budget.

Proprietary funds - The City maintains two different types of proprietary funds: *Enterprise and Internal Service.*

- ***Enterprise funds*** are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its Water, Sewer and Sanitation (Wastewater), Golf Course Operations, and Paramedic Services, all of which are classified as major funds.

  The basic proprietary fund financial statements are located on pages 24-29 of this report.

- ***Internal Service funds*** are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City of San Buenaventura uses internal service funds to account for computer replacement, equipment services, building maintenance, reproduction services, workers' compensation, employee fringe benefits, and risk management.

  Because these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements. Internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of *combining statements* in the supplementary information section of this report.

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the accompanying government-wide financial statements since the resources of those funds are *not* available to support the City's programs. The accounting system used for the fiduciary funds is similar to what is used for the proprietary funds. The fiduciary fund financial statements are located in the basic financial statements section - page 30 of this report.

Notes to the Basic Financial Statements

The notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements are located on pages 33-69 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the City's progress in funding the obligation to provide pension benefits to City employees. Required supplementary information is located on pages 70-74 of this report.

The combining statements, referred to earlier in connection with non-major governmental funds and internal service funds, are presented immediately following the required supplementary information on pensions. Combining and individual fund statements are located on pages 74-78 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Analysis of Net Assets

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the City, assets exceeded liabilities by $357.5 million at the close of the most recent fiscal year.

Capital assets are the largest portion of the City's net assets (75.2 percent), which reflects the net investment of $269 million (e.g., land, buildings, infrastructure, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens and consequently, these assets are *not* available for future spending. Although the City's investment in capital assets is the reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since capital assets alone may not be used to liquidate these liabilities.

(In Thousands)

	Governmental Activities		Business-Type Activities		Total	
	2005	2004	2005	2004	2005	2004
Assets:						
Current and Other Assets	$ 145,290	$ 158,079	$ 97,198	$ 76,356	$ 242,488	$ 234,435
Capital Assets	116,064	102,474	152,834	144,532	268,898	247,006
Total Assets	261,354	260,553	250,032	220,888	511,386	481,441
Liabilities:						
Current Liabilities	26,652	26,171	4,552	4,932	31,204	31,103
Long-Term Liabilities	73,209	76,228	49,462	32,247	122,671	108,475
Total Liabilities	99,861	102,399	54,014	37,179	153,875	139,578
Net Assets:						
Invested In Capital Assets, Net of related Debt	50,802	34,466	102,241	42,586	153,043	77,052
Restricted	42,285	54,603	67,471	27,709	109,756	82,312
Unrestricted	68,406	69,085	26,306	113,414	94,712	182,499
Total Net Assets	$ 161,493	$ 158,154	$ 196,018	$ 183,709	$ 357,511	$ 341,863

The *unrestricted net assets* in all City funds are $94.7 million and may be used to meet the government's ongoing obligations to citizens and creditors.

At June 30, 2005, the City was able to report positive balances in all three categories of net assets, for the government as a whole and for business-type activities. The same situation held true for the prior fiscal year.

The City's net assets increased $15.7 million during the fiscal year concluded June 30, 2005. This increase was due mainly to operations in the business-type funds of Water and Sewer and Sanitation (Wastewater). Last fiscal year, net assets grew by $9.1 million.

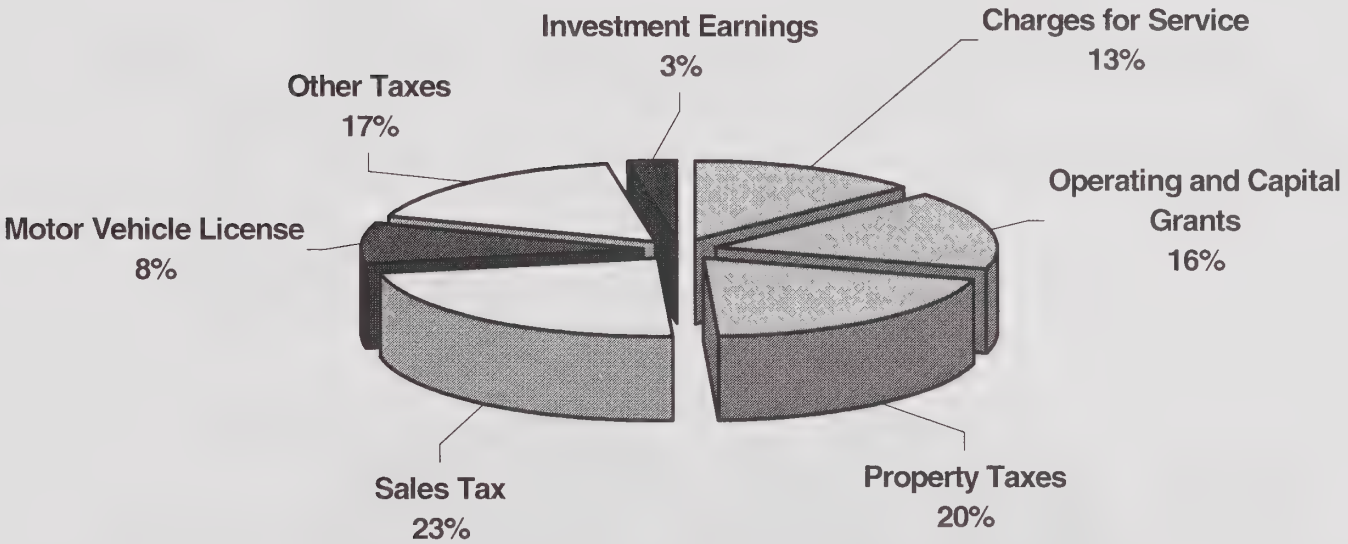
	Governmental Activities		Business-Type Activities		Total	
	2005	2004	2005	2004	2005	2004
Revenues:						
Program Revenues						
Charges for Services	$ 12,574	$ 12,197	$ 34,771	$ 33,927	$ 47,345	$ 46,124
Operating Grants	12,863	14,185	-	-	12,863	14,185
Capital Grants	2,278	179	-	-	2,278	179
General Revenue						
Taxes						
Property	18,801	16,733	-	-	18,801	16,733
Sales	21,414	20,407	-	-	21,414	20,407
Motor Vehicle License	7,909	4,771	-	-	7,909	4,771
Other	16,107	15,289	-	-	16,107	15,289
Investment Earnings	2,331	1,267	1,217	422	3,548	1,689
Other	164	190	-	-	164	190
Total Revenue	$ 94,441	$ 85,218	$ 35,988	$ 34,349	$ 130,429	$ 119,567
Expenses:						
General Government	$ 6,328	$ 4,483	$ -	$ -	$ 6,328	$ 4,483
Human Resources	2,432	1,918	-	-	2,432	1,918
Administrative Services	4,406	4,300	-	-	4,406	4,300
Community Development	4,195	4,581	-	-	4,195	4,581
Community Services	7,671	4,325	-	-	7,671	4,325
Public Safety - Police	24,818	23,341	-	-	24,818	23,341
Public Safety - Fire	15,091	14,285	-	-	15,091	14,285
Public Works	17,315	23,212	-	-	17,315	23,212
Interest on Long Term Debt	4,143	4,138	-	-	4,143	4,138
Sewer and Sanitation	-	-	11,088	10,231	11,088	10,231
Water	-	-	14,910	12,644	14,910	12,644
Golf Course Operations	-	-	2,197	2,817	2,197	2,817
Paramedic Services	-	-	186	169	186	169
Total Expenses	$ 86,399	$ 84,583	$ 28,381	$ 25,861	$ 114,780	$ 110,444
Increase (Decrease) In Net Assets before Transfers:	8,042	635	7,607	8,488	15,649	9,123
Transfers	(4,703)	1,009	4,703	(1,009)	-	-
Increase In Net Assets	$ 3,339	$ 1,644	$ 12,310	$ 7,479	$ 15,649	$ 9,123
Net Assets - Beginning	158,154	156,510	183,708	176,229	341,862	332,739
Net Assets - Ending	$ 161,493	$ 158,154	$ 196,018	$ 183,708	$ 357,511	$ 341,862

Governmental Activities

Public Safety/Police is the largest department at 28.7 percent of total governmental expense, followed by Public Works – 20.0 percent, Public Safety/Fire –17.5 percent, Community Services – 8.9 percent, General Government – 7.3 percent, Administrative Services – 5.1 percent, Community Development – 4.9 percent, Interest on Long Term Debt – 4.8 percent and Human Resources – 2.8 percent .

The governmental activities' chart below illustrates operating revenues by source.

Revenue by Source - Governmental Activities ($94.4 Million)



Sales, property, motor vehicle license, and other taxes are general revenues used to support overall government functions. These sources account for $64.2 million or 68 percent of total governmental revenue. Operating and Capital grants make up 16 percent and charges for services amount to 13 percent.

The City's net assets for governmental activities reflected an increase of approximately $3.3 million. Some key factors include the following:

- Investment earnings increased approximately $1.1 million.
- Sales, property, and other tax revenues increased approximately $3.9 million from the previous year.

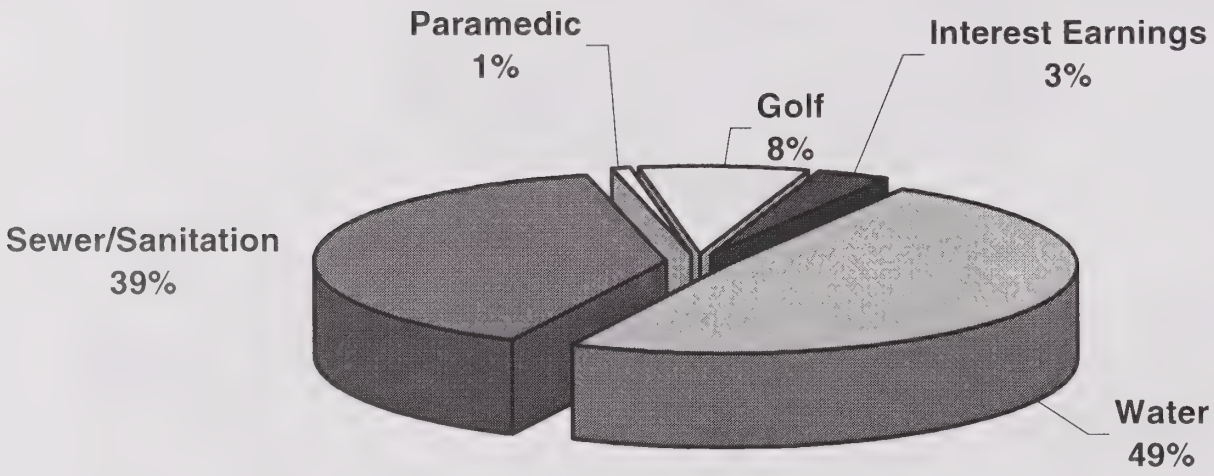
Business-Type Activities

The business-type chart below shows revenues by source. The City's Water Enterprise is the largest business-type operation, followed by Sewer & Sanitation (Wastewater), with fees for services mainly funding the two utilities.

Business-type activities increased the City's overall net assets by $12.3 million. Key elements of this increase are:

- An increase in operations in the Water, Sewer & Sanitation (Wastewater) and Golf funds.
- The other enterprise fund, Paramedic Services, reflected minimal changes in it's operations.

Revenue by Source - Business-Type Activities
($36.0 Million)



GOVERNMENT FUNDS FINANCIAL ANALYSIS

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the City's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the City's financing requirements. In particular, *unreserved fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At June 30, 2005, the City's governmental funds reported a combined ending fund balance of $97 million, a decrease of $14 million in comparison with the prior year. The decrease was mainly due to capital projects. Of the total fund balance of $97 million, $53.8 million is the net unreserved fund balance.

The General Fund is the City's chief operating fund. At June 30, 2005, the unreserved fund balance of the General Fund was $31.3 million, while total fund balance reached $48.6 million. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total expenditures. Unreserved fund balance represents 41.3 percent of total general fund actual expenditures, excluding transfers, while total fund balance represents 64.1 percent of that same amount.

Proprietary Funds

The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

The net assets of the Water Operations, Sewer & Sanitation (Wastewater), Golf Operations, and Paramedic Services Funds were $100.4 million, $82.1 million, $13.3 million, and $324,700 respectively. The total growth in net assets for the four funds was $4.0 million, $2.8 million, $5.4 million, and $139,000, respectively. Other factors concerning the finances of these funds are addressed in the discussion of the City's business-type activities.

Internal Service Funds

The internal service funds, which are used to finance and account for goods and services provided internally among City departments, were in a positive position at the close of the fiscal year.

Fiduciary Funds

The City maintains fiduciary funds for the assets of the Portobello Assessment District Fund in which the net assets are $95,808.

GENERAL FUND BUDGETARY HIGHLIGHTS

The adopted budget proposed the use of $5.2 million of available fund balance. Final revised adjustments for encumbrances, carryovers, and Council-approved changes decreased that amount by $135,000 for a revised use of fund balance of $5.1 million at year ended June 30, 2005. The difference between the budgeted and actual revenues and expenditures was $6.6 million. This difference may be summarized as follows:

Expenses:

- $1.6 million decrease in public safety
- $0.5 million decrease in general government activities
- $1.8 million decrease in community development and services
- $2.3 million decrease in public works
- $0.2 million decrease in capital outlays

Unanticipated Revenue

- $0.2 million increase in revenues

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The City's investment in capital assets for its governmental and business-type activities as of June 30, 2005, amounts to $268.9 million (net of accumulated depreciation). This investment in capital assets includes land, buildings and related systems, improvements, machinery and equipment, park facilities, roads, highways, and bridges.

Major capital asset events during the current fiscal year included the following:

- Capital expenditures totaling $8.5 million were used in the Ventura Community Park Project.

- Capital expenditures totaling $4.9 million were used in the remodeling of Buenaventura Golf Course.

- Capital expenditures totaling $2.0 million were used for Work in Progress (WIP) on the New Influent Project and the Operation Building Modification Project.

- Capital expenditures totaling $3.6 million were used for City Street Maintenance Projects.

CITY OF SAN BUENAVENTURA - Capital Assets (Gross)
(In Thousands)

	Governmental Activities		Business-Type Activities		Total	
	2005	2004	2005	2004	2005	2004
Land	$ 12,322	$ 12,322	$ 393	$ 393	12,715	12,715
Buildings & improvements	44,565	44,474	28,927	28,927	73,492	73,401
Improvements other than buildings	10,580	10,580	49,210	49,210	59,790	59,790
Machinery and equipment	21,867	21,742	56,926	56,232	78,793	77,974
Infrastructure	70,366	70,340	-	-	70,366	70,340
Construction in progress	53,000	35,016	78,312	67,931	131,312	102,947
Total	$ 212,700	$ 194,474	$ 213,768	$ 202,693	$ 426,468	$ 397,167

Additional information on the City's capital assets is located in note 6 to the basic financial statements on pages 51-53 of this report.

Long-Term Debt

At the end of the current fiscal year, the City had total net long-term outstanding obligations of $130.5. Of this amount, $50.6 million relates to revenue bonds, certificates of participation, capital leases, and other obligations of the City's business enterprises. The balance relates to revenue bonds, tax allocation bonds, notes payable, capital leases, self-insurance, and employee benefit obligations for the City's governmental activities.

CITY OF SAN BUENAVENTURA-Outstanding Debt
(In Thousands)

	Governmental Activities		Business Activities		Total	
	2005	2004	2005	2004	2005	2004
Governmental Long Term Debt	$ 79,161	$ 82,152	$ -	$ -	$ 79,161	$ 82,152
Revenue Bonds, Net	-	-	50,592	33,622	50,592	33,622
Total	$ 79,161	$ 82,152	$ 50,592	$ 33,622	$ 129,753	$ 115,774

The City's total debt increased by $14.7 million during the current fiscal year.

The City Charter states that the City shall not incur an indebtedness evidenced by general obligation bonds not greater than 15 percent of the total assessed valuation of all real and personal property within the City. The level of debt is significantly below Charter requirements.

Additional information on the City of San Buenaventura's long-term debt is located in note 8 on pages 54-63 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The economy was one of the main issues affecting the development of the fiscal year 2005-06 budget. The state and local economy have been redefined by emerging national trends and have resulted in limited local revenue growth. This lack of growth, additional public safety and other costs, and the implications for local government in the State budget, are factors that will affect the City's finances in 2006 and beyond.

The fiscal year 2005-06 General Fund operating budget increased $5 million. This was mainly due to:

- Employee services cost (salary and benefits) increased approximately $2.6 million or nine percent.
- PERS retirement increased by $2.4 million.

Charges for services and rates in general have increased as a result of the economy. Both the Water and Sewer & Sanitation (Wastewater) rates increased for the 2006 budget. The Water and Sewer & Sanitation (Wastewater) rate increases were necessary to finance debt service issued during the current fiscal year to fund capital projects.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the City of San Buenaventura's finances for all those with an interest in the government's finances. Questions concerning any of the information contained herein should be addressed to Jay Panzica, Chief Financial Officer, P.O. Box 99 - Room 101, Ventura, California 93002-0099, (805) 654-7812, or via E-mail at jpanzica@ci.ventura.ca.us.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

City of San Buenaventura
Statement of Net Assets
June 30, 2005

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current assets:			
Cash and investments	$ 108,178,741	$ 34,757,975	$ 142,936,716
Investment in bonds	1,255,000	-	1,255,000
Accounts receivable, net	266,712	5,241,413	5,508,125
Interest receivable	991,650	-	991,650
Due from others	1,790,543	614,905	2,405,448
Due from other governments	6,272,522	-	6,272,522
Internal balances	(625,317)	625,317	-
Prepaid items	8,940	-	8,940
Inventory	549,334	-	549,334
Loans and notes receivable	3,725,801	-	3,725,801
Land and buildings held for resale	1,082,850	-	1,082,850
Total current assets	123,496,776	41,239,610	164,736,386
Noncurrent assets:			
Restricted cash and investments	18,060,827	33,516,807	51,577,634
Deferred charges	-	1,298,376	1,298,376
Water rights	-	1,221,838	1,221,838
State water line construction project	-	19,921,209	19,921,209
Equity interest in SCAT	3,732,695	-	3,732,695
Capital assets			
Non-depreciable	65,322,440	78,705,365	144,027,805
Depreciable, net	50,741,190	74,128,701	124,869,891
Total capital assets	116,063,630	152,834,066	268,897,696
Total noncurrent assets	137,857,152	208,792,296	346,649,448
Total assets	261,353,928	250,031,906	511,385,834
LIABILITIES			
Current liabilities:			
Accounts payable	2,014,205	1,292,752	3,306,957
Contracts payable	1,948,062	927,378	2,875,440
Accrued payroll liabilities	2,144,321	-	2,144,321
Interest payable	1,274,070	787,069	2,061,139
Due to other governments	1,874,068	-	1,874,068
Deposits held for others	10,670,869	413,899	11,084,768
Unearned revenue	774,974	-	774,974
Claims and judgments payable	2,626,184	-	2,626,184
Compensated absences payable	454,555	-	454,555
Long-term debt - due within one year	2,871,082	1,130,000	4,001,082
Total current liabilities	26,652,390	4,551,098	31,203,488
Noncurrent liabilities:			
Claims and judgments payable	7,042,119	-	7,042,119
Compensated absences payable	3,630,484	-	3,630,484
Long-term debt - due in more than one year	62,536,424	49,462,473	111,998,897
Total noncurrent liabilities	73,209,027	49,462,473	122,671,500
Total liabilities	99,861,417	54,013,571	153,874,988
NET ASSETS			
Invested in capital assets, net of related debt	50,801,739	102,241,593	153,043,332
Restricted for:			
Capital projects	36,927,874	33,954,368	70,882,242
Debt service	1,865,594	33,516,807	35,382,401
Community development	2,642,181	-	2,642,181
Special projects	848,885	-	848,885
Total restricted	42,284,534	67,471,175	109,755,709
Unrestricted	68,406,238	26,305,567	94,711,805
Total net assets	$ 161,492,511	$ 196,018,335	$ 357,510,846

See Accompanying Notes to Basic Financial Statements.

City of San Buenaventura
Statement of Activities and Changes in Net Assets
For the year ended June 30, 2005

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Total
Primary government:					
Governmental activities:					
General government	$ 6,328,043	$ 1,068,960	$ -	$ -	$ 1,068,960
Human resources	2,432,266	132,194	-	-	132,194
Administrative services	4,406,547	966,173	647,107	-	1,613,280
Community development	4,195,179	585,546	1,608,294	-	2,193,840
Community services	7,670,919	1,703,281	87,305	-	1,790,586
Public safety - police	24,818,010	2,479,415	727,935	-	3,207,350
Public safety - fire	15,090,774	2,943,316	16,762	-	2,960,078
Public works	17,314,971	2,695,192	9,775,465	2,278,540	14,749,197
Interest on long-term debt	4,142,812	-	-	-	-
Total governmental activities	86,399,521	12,574,077	12,862,868	2,278,540	27,715,485
Business-type activities:					
Sewer and sanitation	11,087,744	14,042,047	-	-	14,042,047
Water	14,909,543	17,642,997	-	-	17,642,997
Golf course	2,197,409	2,764,339	-	-	2,764,339
Paramedic services	186,185	321,190	-	-	321,190
Total business-type activities	28,380,881	34,770,573	-	-	34,770,573
Total primary government	$ 114,780,402	$ 47,344,650	$ 12,862,868	$ 2,278,540	$ 62,486,058
General Revenues:					
Taxes:					
Property taxes					
Sales taxes					
Motor vehicle license - intergovernmental unrestricted					
Other taxes					
Total taxes					
Investment earnings					
Gain on sale of assets					
Miscellaneous					
Transfers:					
Total general revenues and transfers					
Change in net assets					
Net assets - beginning of year					
Net assets - end of year					

See Accompanying Notes to Basic Financial Statements.

Net (Expense) Revenue and Changes in Net Assets		
Governmental Activities	Business-Type Activities	Total
$ (5,259,083)	$ -	$ (5,259,083)
(2,300,072)	-	(2,300,072)
(2,793,267)	-	(2,793,267)
(2,001,339)	-	(2,001,339)
(5,880,333)	-	(5,880,333)
(21,610,660)	-	(21,610,660)
(12,130,696)	-	(12,130,696)
(2,565,774)	-	(2,565,774)
(4,142,812)	-	(4,142,812)
(58,684,036)	-	(58,684,036)
-	2,954,303	2,954,303
-	2,733,454	2,733,454
-	566,930	566,930
-	135,005	135,005
-	6,389,692	6,389,692
(58,684,036)	6,389,692	(52,294,344)
18,800,820	-	18,800,820
21,413,725	-	21,413,725
7,909,188	-	7,909,188
16,107,077	-	16,107,077
64,230,810	-	64,230,810
2,330,922	1,216,607	3,547,529
28,567	-	28,567
135,399	-	135,399
(4,703,159)	4,703,159	-
62,022,539	5,919,766	67,942,305
3,338,503	12,309,458	15,647,961
158,154,008	183,708,877	341,862,885
$ 161,492,511	$ 196,018,335	$ 357,510,846

For An Even Better Ventura!

FUND FINANCIAL STATEMENTS

FUND FINANCIAL STATEMENTS

GOVERNMENTAL FUND FINANCIAL STATEMENTS

GOVERNMENTAL FUND FINANCIAL STATEMENTS

General Fund – The General Fund was established to account for sources and uses of financial resources traditionally associated with governments which are not required to be accounted for in another fund.

Gas Tax Special Revenue Fund – To account for revenue received from the State of California and other sources to be used for street maintenance and improvements only.

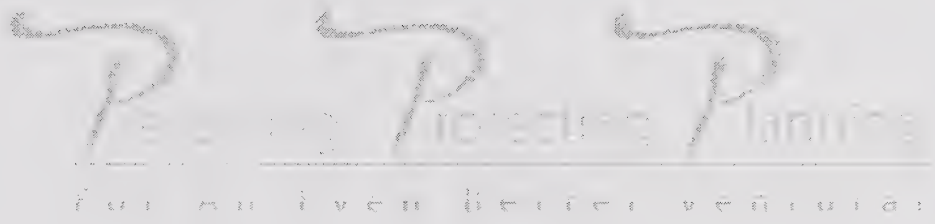
Park and Recreation Tax Special Revenue Fund – To account for park and recreation facilities tax revenue to be used for planning, acquisition, improvements or expansion of public parks, playgrounds, or other recreational facilities.

City of San Buenaventura Certificates of Participation (COP) Debt Obligations Fund – To account for the accumulation of resources and payment of long-term debt principal and interest for COP issues by the Public Facilities Financing Authority.

Capital Improvement Project Capital Projects Fund – To account for financial resources to be used for purchase or construction of major capital improvements (other than those funded through proprietary or special revenue funds).

Redevelopment Agency Projects Capital Projects Fund – To account for the economic revitalization and redevelopment of the City through acquisition and development of City property determined to be in a declining condition.

Other Governmental Funds – The aggregate of all the non-major governmental funds.



City of San Buenaventura
Balance Sheet
Governmental Funds
June 30, 2005

	Major Funds				
	General Fund	Gas Tax Special Revenue	Park and Recreation Special Revenue	Certificates of Participation Debt Obligation Debt Service	CIP General Capital Projects
ASSETS					
Cash and investments	$ 38,743,818	$ 14,802,756	$ 8,351,029	$ -	$ 6,973,575
Restricted cash and investments	-	-	-	16,163,052	-
Investment in bonds	1,255,000	-	-	-	-
Accounts receivable, net	80,163	-	328	-	-
Interest receivable	991,650	-	-	-	-
Due from other funds	-	-	-	-	243,390
Due from others	1,770,208	-	-	-	-
Due from other governments	4,296,784	985,895	34,360	-	221,558
Prepaid items	8,940	-	-	-	-
Inventory	549,334	-	-	-	-
Loans and notes receivable	507,804	-	-	-	-
Land and buildings held for resale	-	-	-	-	-
Advances to Redevelopment Agency	13,773,439	-	-	-	-
Total assets	$ 61,977,140	$ 15,788,651	$ 8,385,717	$ 16,163,052	$ 7,438,523
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	$ 1,045,438	$ 94,734	$ 5,025	$ -	$ 154,713
Contracts payable	-	747,612	905,233	-	138,981
Due to other funds	-	-	-	868,707	-
Due to other governments	11,984	-	-	-	-
Deposits held for others	10,670,869	-	-	-	-
Advances from other funds	-	-	-	-	-
Deferred revenue	1,602,655	298,895	-	-	221,558
Total liabilities	13,330,946	1,141,241	910,258	868,707	515,252
Fund Balances:					
Reserved:					
Encumbrances	1,251,192	-	-	-	-
Petty cash	6,435	-	-	-	-
Advances to Redevelopment Agency	13,773,439	-	-	-	-
Prepaid items	8,940	-	-	-	-
Inventories	549,333	-	-	-	-
Assets held for resale	-	-	-	-	-
Loans and notes receivable	507,804	-	-	-	-
Investment in Portobello bonds	1,255,000	-	-	-	-
Debt service	-	-	-	15,294,345	-
Total reserved	17,352,143	-	-	15,294,345	-
Unreserved, designated:					
Contingencies	12,000,000	-	-	-	-
Special revenue funds	-	8,506,218	4,802,604	-	-
Capital projects funds	-	-	-	-	6,128,690
Other	16,907,664	-	-	-	-
Total unreserved, designated	28,907,664	8,506,218	4,802,604	-	6,128,690
Unreserved, undesignated:					
General fund	2,386,387	-	-	-	-
Special revenue funds	-	6,141,192	2,672,855	-	-
Capital projects funds	-	-	-	-	794,581
Total fund balances	48,646,194	14,647,410	7,475,459	15,294,345	6,923,271
Total liabilities and fund balances	$ 61,977,140	$ 15,788,651	$ 8,385,717	$ 16,163,052	$ 7,438,523

See Accompanying Notes to Basic Financial Statements.

Major Funds		
Redevelopment Agency Capital Projects	Other Governmental Funds	Total Governmental Funds
$ 4,575,745	$ 9,234,155	$ 82,681,078
-	1,897,775	18,060,827
-	-	1,255,000
-	7,456	87,947
-	-	991,650
-	-	243,390
-	5,356	1,775,564
36,380	489,545	6,064,522
-	-	8,940
-	-	549,334
630,377	2,262,620	3,400,801
1,082,850	-	1,082,850
-	-	13,773,439
$ 6,325,352	$ 13,896,907	$ 129,975,342
$ 180,413	$ 202,597	$ 1,682,920
-	-	1,791,826
-	-	868,707
123,542	1,738,542	1,874,068
-	-	10,670,869
13,773,439	-	13,773,439
-	231,121	2,354,229
14,077,394	2,172,260	33,016,058
134,962	192,890	1,579,044
-	-	6,435
-	-	13,773,439
-	-	8,940
-	-	549,333
1,082,850	-	1,082,850
630,377	2,262,619	3,400,800
-	-	1,255,000
-	6,283,197	21,577,542
1,848,189	8,738,706	43,233,383
-	-	12,000,000
-	-	13,308,822
-	-	6,128,690
-	2,076,529	18,984,193
-	2,076,529	50,421,705
-	-	2,386,387
-	602,712	9,416,759
(9,600,231)	306,700	(8,498,950)
(7,752,042)	11,724,647	96,959,284
$ 6,325,352	$ 13,896,907	$ 129,975,342

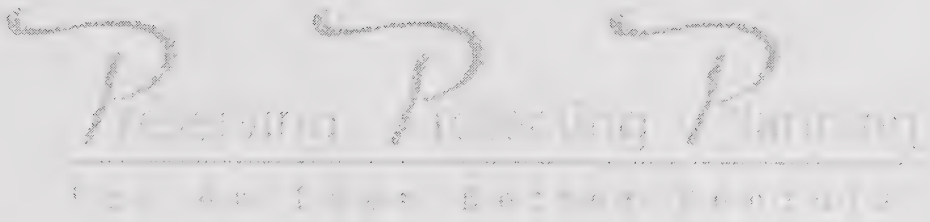
City of San Buenaventura

Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Government-Wide Statement of Activities and Changes in Net Assets

For the year ended June 30, 2005

Net Change in Fund Balances - Total Governmental Funds	$	(14,063,533)
Amounts reported for governmental activities in the Statement of Activities and Changes in Net Assets were different because:		
Governmental funds reported capital outlay as expenditures. However, in the Government-Wide Statement of Activities and Changes in Net Assets, the cost of those assets was allocated over their estimated useful lives as depreciation expense. This was the amount of capital assets recorded in the current period.		18,299,092
The net loss in the equity interest in Scat was reported in the Government-Wide Statement of Activities and Changes in Net Assets, but did not require the use of current financial resources. Therefore, the net loss was not reported as expenditures in Governmental Funds.		(144,796)
Depreciation expense on capital assets was reported in the Government-Wide Statement of Activities and Changes in Net Assets, but they did not require the use of current financial resources. Therefore, depreciation expense was not reported as expenditures in Governmental Funds.		(4,041,332)
Deferred revenue reported on the accrual basis in the Government-Wide Statement of Activities. The following amount represented the change in accrued deferred revenue from the prior year.		(82,138)
Repayment of bond principal was an expenditure in governmental funds, but the repayment reduced long-term liabilities in the Government-Wide Statement of Net Assets.		2,748,074
Interest expense on long-term debt was reported in the Government-Wide Statement of Activities and Changes in Net Assets, but they did not require the use of current financial resources. Therefore, interest expense was not reported as expenditures in governmental funds. The following amount represented the change in accrued interest from the prior year.		31,402
Internal service funds were used by management to charge the costs of certain activities, such as insurance and fleet management, to individual funds. The net revenue of the internal service funds was reported with governmental activities.		591,734
Change in Net Assets of Governmental Activities	$	3,338,503

See Accompanying Notes to Basic Financial Statements.



City of San Buenaventura

Statement of Revenues, Expenditures and Changes in Fund Balances

Governmental Funds

For the year ended June 30, 2005

	Major Funds			
	General Fund	Gas Tax Special Revenue	Park and Recreation Special Revenue	Certificates of Participation Debt Obligation Debt Service
REVENUES:				
Taxes	$ 53,545,428	$ 2,302,593	$ 553,733	$ -
Licenses and permits	1,579,719	-	-	-
Intergovernmental	8,373,813	3,801,601	939,000	-
Charges for services	6,402,412	-	-	-
Fines and forfeitures	1,820,848	-	-	-
Use of money and property	2,492,807	400,703	255,025	471,005
Other revenues	3,998,861	620,677	73,261	-
Total revenues	78,213,888	7,125,574	1,821,019	471,005
EXPENDITURES:				
Current:				
General government	5,706,403	-	-	-
Human resources	2,402,167	-	-	-
Administrative services	4,308,317	-	-	-
Community development	3,360,216	-	-	-
Community services	5,825,207	-	-	-
Public safety - police	25,248,757	-	-	-
Public safety - fire	15,828,561	-	-	-
Public works	12,920,959	-	-	-
Capital outlays	179,838	5,353,717	8,754,386	-
Debt service:				
Principal retirement	62,385	-	-	1,875,000
Interest and other charges	3,337	-	-	2,503,645
Total expenditures	75,846,147	5,353,717	8,754,386	4,378,645
REVENUES OVER (UNDER) EXPENDITURES	2,367,741	1,771,857	(6,933,367)	(3,907,640)
OTHER FINANCING SOURCES (USES):				
Transfers in	5,093,048	714,313	2,611,183	4,356,526
Transfers out	(5,914,493)	(1,289,204)	(319,564)	(8,988,996)
Total other financing sources (uses)	(821,445)	(574,891)	2,291,619	(4,632,470)
Net change in fund balances	1,546,296	1,196,966	(4,641,748)	(8,540,110)
FUND BALANCES:				
Beginning of year	47,099,898	13,450,444	12,117,207	23,834,455
End of year	$ 48,646,194	$ 14,647,410	$ 7,475,459	$ 15,294,345

See Accompanying Notes to Basic Financial Statements.

Major Funds			
CIP General Capital Projects	Redevelopment Agency Capital Projects	Other Governmental Funds	Total Governmental Funds
$ 297,868	$ 2,463,949	$ 225,281	$ 59,388,852
-	-	-	1,579,719
230,316	-	2,140,481	15,485,211
-	-	884,943	7,287,355
-	-	-	1,820,848
32,035	180,257	295,658	4,127,490
113,748	6,840	31,188	4,844,575
673,967	2,651,046	3,577,551	94,534,050
-	-	-	5,706,403
-	-	-	2,402,167
-	-	-	4,308,317
-	-	-	3,360,216
-	-	-	5,825,207
-	-	994,710	26,243,467
-	-	-	15,828,561
-	-	1,043,912	13,964,871
3,224,782	1,605,267	2,057,826	21,175,816
-	-	810,689	2,748,074
-	500,000	1,167,232	4,174,214
3,224,782	2,105,267	6,074,369	105,737,313
(2,550,815)	545,779	(2,496,818)	(11,203,263)
3,264,282	-	875,642	16,914,994
(2,732,102)	(466,194)	(64,711)	(19,775,264)
532,180	(466,194)	810,931	(2,860,270)
(2,018,635)	79,585	(1,685,887)	(14,063,533)
8,941,906	(7,831,627)	13,410,534	111,022,817
$ 6,923,271	$ (7,752,042)	$ 11,724,647	$ 96,959,284

City of San Buenaventura
Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Assets
June 30, 2005

Total Fund Balances - Total Governmental Funds	$	96,959,284
Amounts reported for governmental activities in the Statement of Net Assets were different because:		
Equity interest in Scat is not a current financial resource and not reported in the Governmental Funds Balance Sheet.		3,732,695
Capital assets used in governmental activities were not current financial resources. Therefore, they were not reported in the Governmental Funds Balance Sheet. Except for the internal service funds reported below, the capital assets were adjusted as follows:		
Non-depreciable		65,322,440
Depreciable		132,662,520
Accumulated depreciation		(88,774,660)
Total capital assets		109,210,300
Interest payable on long-term debt did not require current financial resources. Therefore, interest payable was not reported as a liability in Governmental Funds Balance Sheet.		(1,274,070)
Deferred revenue reported on the accrual basis in the Government-wide Statement of Net Assets.		1,579,255
Internal service funds were used by management to charge the costs of certain activities, such as insurance and fleet management, to individual funds. The assets and liabilities of the Internal service funds were included in governmental activities in the Government-wide Statement of Net Assets.		
Computer Replacement Fund		1,789,097
Equipment Services Fund		9,575,716
Building Maintenance Fund		128,488
Reproduction Services Fund		245,228
Workers' Compensation Fund		(533,733)
Employee Fringe Benefits Fund		1,088,140
Risk Management Fund		4,191,617
Total internal service funds		16,484,553
Long-term liabilities were not due and payable in the current period. Therefore, they were not reported in the Governmental Funds Balance Sheet.		
Long-term liabilities - due within one year		(2,871,082)
Long-term liabilities - due in more than one year		(62,328,424)
Total long-term liabilities		(65,199,506)
Net Assets of Governmental Activities	$	161,492,511

See Accompanying Notes to Basic Financial Statements.

PROPRIETARY FUND FINANCIAL STATEMENTS

PROPRIETARY FUND FINANCIAL STATEMENTS

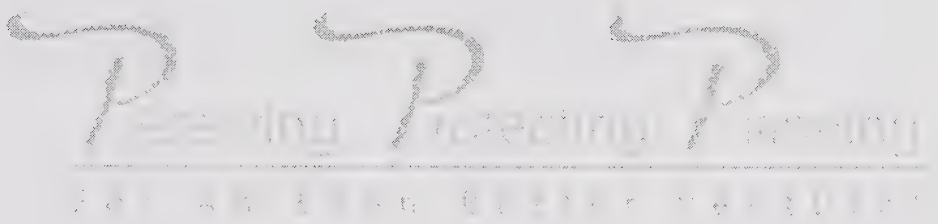
Sewer and Sanitation Fund – To account for all sewer activities and treatment services provided to the City of San Buenaventura, including but not limited to administration, operations, maintenance, laboratory, and debt service.

Water Fund – To account for all water activities and water treatment services provided to the City of San Buenaventura and some residents of the County. Such activities include but are not limited to administration, maintenance, distribution, customer service, production, purification, and debt service.

Golf Course Fund – To account for revenue and costs related to the operation of two municipal golf courses for use by the general public.

Paramedic Fund – To account for revenue and costs related to providing basic and advanced life support services to citizens of the City.

Internal Service Funds – These funds are used to provide goods and services by one department or agency to other departments or agencies of the City on a cost reimbursement basis.



City of San Buenaventura
Statement of Revenues, Expenses and Changes in Net Assets
Proprietary Funds
For the year ended June 30, 2005

	Major Funds			
	Sewer and Sanitation	Water	Golf Course	Paramedic Services
OPERATING REVENUES:				
Utility service charges	$ 14,042,047	$ 17,642,997	$ -	$ 321,190
Golf fee charges	-	-	2,764,339	-
Internal service charges	-	-	-	-
Other operating revenues	-	-	-	-
Total operating revenues	14,042,047	17,642,997	2,764,339	321,190
OPERATING EXPENSES:				
Salaries and benefits	3,201,912	3,873,803	143,794	126,248
Contractual services	963,264	822,724	1,669,598	-
Materials and supplies	1,277,369	1,434,771	348	32,531
General and administrative	3,320,383	6,023,275	304,033	9,102
Insurance premiums and settlement	-	-	-	-
Depreciation	1,282,669	1,407,304	79,636	18,304
Total operating expenses	10,045,597	13,561,877	2,197,409	186,185
OPERATING INCOME (LOSS)	3,996,450	4,081,120	566,930	135,005
NONOPERATING REVENUES (EXPENSES):				
Investment income (loss)	574,053	529,375	111,149	2,030
Interest expense	(1,042,147)	(1,347,666)	-	-
Total nonoperating revenues (expenses)	(468,094)	(818,291)	111,149	2,030
Income before transfers	3,528,356	3,262,829	678,079	137,035
Transfers in	56,789	854,927	5,644,904	2,023
Transfers out	(809,649)	(154,538)	(891,297)	-
Change in net assets	2,775,496	3,963,218	5,431,686	139,058
NET ASSETS:				
Beginning of year	79,285,556	96,415,654	7,822,038	185,629
End of year	$ 82,061,052	$ 100,378,872	$ 13,253,724	$ 324,687

See Accompanying Notes to Basic Financial Statements.

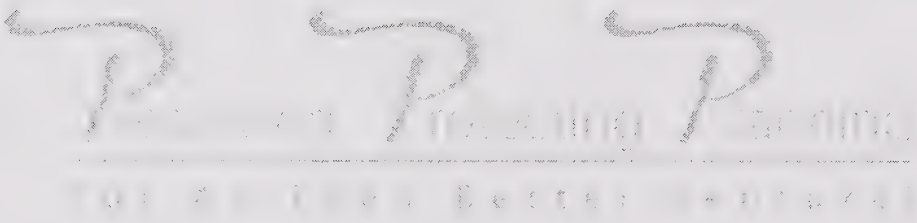
Total	Governmental Activities Internal Service Funds
$ 32,006,234	$ -
2,764,339	-
-	32,792,217
-	254,825
34,770,573	33,047,042
7,345,757	3,215,619
3,455,586	2,920,426
2,745,019	1,774,287
9,656,793	13,870,222
-	7,823,363
2,787,913	997,773
25,991,068	30,601,690
8,779,505	2,445,352
1,216,607	(10,729)
(2,389,813)	-
(1,173,206)	(10,729)
7,606,299	2,434,623
6,558,643	1,544,250
(1,855,484)	(3,387,139)
12,309,458	591,734
183,708,877	15,892,819
$ 196,018,335	$ 16,484,553

City of San Buenaventura
Statement of Cash Flows
Proprietary Funds
For the year ended June 30, 2005

	Major Funds			
	Sewer and Sanitation	Water	Golf Course	Paramedic Services
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash received from customers/other funds	$ 13,726,350	$ 17,487,173	$ 2,386,266	$ 321,190
Cash payments to suppliers for goods and services	(6,151,268)	(7,619,958)	(2,546,332)	(34,021)
Cash payments to employees for services	(3,201,912)	(3,873,803)	(143,794)	(126,248)
Insurance premiums and settlements	-	-	-	-
Other operating revenues	-	-	-	-
Net cash provided (used) by operating activities	4,373,170	5,993,412	(303,860)	160,921
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Transfers to other funds	(809,649)	(154,538)	(891,297)	-
Transfers from other funds	56,789	854,927	5,644,904	2,023
Net cash provided (used) by noncapital financing activities	(752,860)	700,389	4,753,607	2,023
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Purchase of capital assets	(3,938,729)	(2,454,396)	(5,561,328)	-
Proceeds from revenue bonds	25,394,613	-	-	-
Repayments of revenue bonds	(7,585,189)	(880,000)	-	-
Interest paid on revenue bonds and contracts	(1,042,147)	(1,347,666)	-	-
Proceeds from the disposal of assets	-	-	-	-
Net cash provided (used) by capital and related financing activities	12,828,548	(4,682,062)	(5,561,328)	-
CASH FLOWS FROM INVESTING ACTIVITIES:				
Investment income, net	574,053	529,375	111,149	2,030
Net cash provided (used) by investing activities	574,053	529,375	111,149	2,030
Net increase (decrease) in cash and cash equivalents	17,022,911	2,541,114	(1,000,432)	164,974
CASH AND INVESTMENTS:				
Beginning of year	18,977,129	25,577,357	4,929,111	62,618
End of year	$ 36,000,040	$ 28,118,471	$ 3,928,679	$ 227,592
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	$ 3,996,450	$ 4,081,120	$ 566,930	$ 135,005
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	1,282,669	1,407,304	79,636	18,304
Changes in assets and liabilities:				
Accounts receivable	(316,269)	(330,436)	-	-
Due from other funds	-	-	(168,242)	-
Due from other governments	14,874	110,000	-	-
Due from others	(14,302)	64,612	(209,831)	-
Deferred charges	(412,414)	53,857	-	-
Accounts payable	(52,867)	(18,748)	29,379	7,612
Contracts payable	(550,469)	402,348	(601,732)	-
Accrued payroll liabilities	-	-	-	-
Interest payable	425,498	145,340	-	-
Deposits held for others	-	78,015	-	-
Claims and judgments payable	-	-	-	-
Compensated absences payable	-	-	-	-
Loans payable	-	-	-	-
Total adjustments	376,720	1,912,292	(870,790)	25,916
Net cash provided (used) by operating activities	$ 4,373,170	$ 5,993,412	$ (303,860)	$ 160,921

See Accompanying Notes to Basic Financial Statements.

Total	Governmental Activities Internal Service Funds
$ 33,920,979	$ 32,603,983
(16,351,579)	(18,762,018)
(7,345,757)	(3,215,619)
-	(7,972,542)
-	254,825
10,223,643	2,908,629
(1,855,484)	(3,387,139)
6,558,643	1,544,250
4,703,159	(1,842,889)
(11,954,453)	(409,150)
25,394,613	-
(8,465,189)	-
(2,389,813)	-
-	79,123
2,585,158	(330,027)
1,216,607	(10,729)
1,216,607	(10,729)
18,728,567	724,984
49,546,215	24,772,679
$ 68,274,782	$ 25,497,663
$ 8,779,505	$ 2,445,352
2,787,913	997,773
(646,705)	12,357
(168,242)	-
124,874	(208,000)
(159,521)	7,409
(358,557)	-
(34,624)	(557,719)
(749,853)	152,636
-	302,270
570,838	-
78,015	-
-	(500,130)
-	48,681
-	208,000
1,444,138	463,277
$ 10,223,643	$ 2,908,629



FIDUCIARY FUND FINANCIAL STATEMENTS

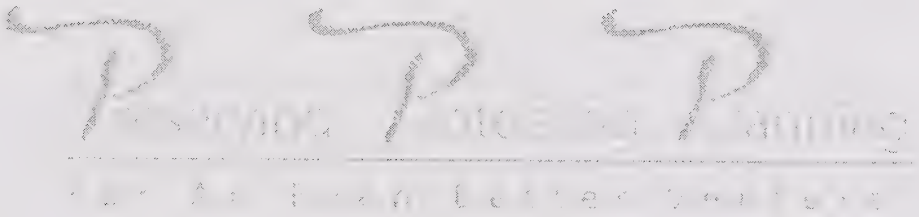
FIDUCIARY FUND FINANCIAL STATEMENTS

Portobello Assessment District Fund – To account for the funds held in trust by the City as collected from property assessments to be used for payment of debt service on special assessment bonds issued to fund improvements and maintenance of the Portobello Canal.

City of San Buenaventura
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2005

	Fiduciary Funds
ASSETS	
Cash and cash equivalents	$ 95,808
LIABILITIES	
Deposits held for others	$ 95,808

See Accompanying Notes to Basic Financial Statements.



NOTES TO BASIC FINANCIAL STATEMENTS

NOTES TO BASIC FINANCIAL STATEMENTS

City of San Buenaventura
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For the year ended June 30, 2005

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1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the City of San Buenaventura, California (City) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental agencies. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

A. Description of the Reporting Entity

The City, incorporated as a town on March 10, 1866, was recognized as a city in the State of California by election on December 4, 1905, and was certified on January 5, 1906. The initial City Charter was adopted October 13, 1931, and was revised most recently on November 4, 1986. The City operates under an elected Council and appointed City Manager form of government and provides the following services as authorized by its charter: public safety (police and fire), public works (maintenance services and utilities), community services, and general administrative services.

As required by GAAP, these basic financial statements present the City and its component units, entities for which the City is considered to be financially accountable. Blended component units, although legally separate entities are, in substance, part of the City's operations and data from these units are combined with data of the City. Each blended component unit has a June 30 year-end. The City had no discretely presented component units. The following entities are reported as blended component units:

The Redevelopment Agency of the City of San Buenaventura (Agency) was created by the City of San Buenaventura City Council (City Council) in August 1961. The Agency was formed for the purpose of preparing and carrying out plans for improvement, rehabilitation and redevelopment of blighted areas within the territorial limits of the City. The City Council acts as the Agency's governing board and exerts significant influence over its operations. The funds of the Agency have been included in the governmental activities of the financial statements.

San Buenaventura Public Facilities Financing Authority (Authority) was established by ordinance, pursuant to the City Charter and Constitution of the State of California, as a public body, corporate and politic, acting to facilitate serving the public purposes of the City. The ordinance was adopted on May 28, 1985, and became effective July 1, 1985. The governing body of the Authority is comprised of the consenting members of the City Council. The Authority is empowered to construct, acquire, maintain and improve public facilities and improvements within the City and to sell, lease, exchange, transfer, encumber or otherwise dispose of any interest in property. The Authority's activities presently consist of providing financial assistance to the City through the issuance of certificates of participation and the leasing of assets to the City. At the end of the lease term, all assets revert to the City. The funds of the Authority have been included in the governmental activities of the financial statements.

Complete financial statements for each of the individual component units may be obtained from the City of San Buenaventura, P.O. Box 99, Ventura, California 93002-0099.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of Accounting and Measurement Focus

The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

Government - Wide Financial Statements

The City's government-wide financial statements include a Statement of Net Assets and a Statement of Activities and Changes in Net Assets. These statements present summaries of governmental and business-type activities for the City accompanied by a total column. Fiduciary activities of the City are not included in these statements.

These basic financial statements are presented on an *"economic resources"* measurement focus and the accrual basis of accounting. Accordingly, all of the City's assets and liabilities, including capital assets, as well as infrastructure assets, and long-term liabilities, are included in the accompanying Statement of Net Assets. The Statement of Activities presents changes in net assets. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

Certain types of transactions are reported as program revenues for the City in three categories:

- Charges for services
- Operating grants and contributions
- Capital grants and contributions

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables and receivables. All internal balances in the Statement of Net Assets have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities and Changes in Net Assets, internal service fund transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated. The following interfund activities have been eliminated:

- Due to/from other funds
- Advances to/from other funds
- Transfers in/out

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of Accounting and Measurement Focus, Continued

The City applies all applicable GASB pronouncements (including all NCGA Statements and Interpretations currently in effect), as well as the following pronouncements issued on or before November 30, 1989, to the business type activities, unless those pronouncements conflict with or contradict GASB pronouncements: Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board (APB) Opinions, and Accounting Research Bulletins (ARB) of the Committee on Accounting Procedure. The City applies all applicable FASB Statements and Interpretations issued after November 30, 1989, except those that conflict with or contradict GASB pronouncements.

Governmental Fund Financial Statements

Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. An accompanying schedule is presented to reconcile and explain the differences in net assets as presented in these statements to the net assets presented in the government-wide financial statements. The City has presented all major funds that met the applicable criteria. In addition, the City has presented certain funds as major funds because the City believes the financial position and activities of these funds are significant to the City as a whole. The following is a list of these major funds:

General - The general fund was established to account for sources and uses of financial resources traditionally associated with governments, which are not required to be accounted for in another fund.

Gas Tax Special Revenue Fund - To account for revenue received from the State of California and other sources to be used for street maintenance and improvements only.

Park and Recreation Special Revenue Fund - To account for park and recreation facilities tax revenue to be used for planning, acquisition, improvements or expansion of public parks, playgrounds, or other recreational facilities.

Certificates of Participation (COP) Debt Obligations Fund - To account for the accumulation of resources and payment of long-term debt principal and interest for COP issues by the Public Facilities Financing Authority.

CIP General Capital Projects Fund - To account for financial resources to be used for the purchase or construction of major capital improvements (other than those funded through proprietary or special revenue funds.)

Redevelopment Agency Capital Projects Fund - To account for the economic revitalization and redevelopment of the City through acquisition and development of City property determined to be in declining condition.

All governmental funds are accounted for on a spending or *"current financial resources"* measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheet. The Statement of Revenues, Expenditures and Changes in Fund Balances presents increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of Accounting and Measurement Focus, Continued

Revenues are recorded when received in cash, except for revenues subject to accrual (generally 60 days after year-end) are recognized when due. The primary revenue sources, which have been treated as susceptible to accrual by the City, are property tax, sales tax, intergovernmental revenues and other taxes. Expenditures are recorded in the accounting period in which the related fund liability is incurred.

Deferred revenues arise when potential revenues do not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when the government receives resources before it has a legal claim to them, as when grant monies are received prior to incurring qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met or when the government has a legal claim to the resources, the deferred revenue is removed from the Balance Sheet and revenue is recognized.

The Reconciliation of the Governmental Fund Financial Statements to the Government-Wide Financial Statements is provided to explain the differences created by the integrated approach of GASB Statement No. 34.

Proprietary Fund Financial Statements

Proprietary fund financial statements include a Statement of Net Assets, a Statement of Revenues, Expenses and Changes in Fund Net Assets, and a Statement of Cash Flows for each major proprietary fund. The following is a list of the proprietary funds:

Sewer and Sanitation Fund – To account for all sewer activities and treatment services provided to the City of San Buenaventura, including, but not limited to administration, operations, maintenance, laboratory, and debt service.

Water Fund – To account for all water activities and water treatment services provided to the City of San Buenaventura and some residents of the County. Such activities include but are not limited to administration, maintenance, distribution, customer service, production, purification, and debt service.

Golf Course Fund – To account for revenue and costs related to the operation of two municipal golf courses for use by the general public.

Paramedic Fund – To account for revenue and costs related to providing basic and advanced life support services to citizens of the City.

A separate column representing internal service funds is also presented in these statements; however, internal service balances and activities have been combined with the governmental activities in the government-wide financial statements. The following is a list of the internal service funds:

Computer Replacement Fund - To account for costs related to the replacement and maintenance of the City's computer infrastructure. Costs are recovered through a monthly user fee charged to City departments.

Equipment Service Fund - To account for costs related to operations of the central fleet maintenance system, which provides vehicles for all City departments. Costs are recovered through a monthly user fee charged to City departments.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of Accounting and Measurement Focus, Continued

Building Maintenance Fund - To account for costs related to providing building maintenance services to all City departments. A monthly fee, based on square footage, is charged to City departments to recover these costs.

Reproduction Services Fund - To account for costs related to printing and reproduction of materials by all City departments. Costs are recovered through a monthly fee charged to City departments using the service.

Workers' Compensation Fund - To account for costs and liabilities related to the Workers' Compensation Program. Costs are recovered through a monthly fee based on employee type charges to City departments.

Employee Fringe Benefits Fund - To account for costs and liabilities related to health, life, dental and disability insurances, public employees' retirement system, federal and state taxes, association dues, leave time benefits and miscellaneous deductions paid by the City on behalf of the employees. A bi-weekly employee benefit charge, based on a percentage of gross payroll, is charged to City departments to recover these costs.

Risk Management Fund - To account for costs of providing public liability insurance coverage to operating funds. Costs are recovered from those funds that benefit from the insurance coverage.

Proprietary funds are accounted for using the *"economic resources"* measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities (whether current or non-current) are included on the Statement of Net Assets. The Statement of Revenues, Expenses and Changes in Fund Net Assets presents increases (revenues) and decreases (expenses) in total net assets. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

Fiduciary Fund Financial Statements

Fiduciary fund financial statements include a Statement of Fiduciary Net Assets. The City's fiduciary funds represent agency funds, which are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Agency funds are reported using the accrual basis of accounting. The City currently reports one fiduciary fund detailed below:

Portobello Assessment District Fund - To account for the funds held in trust by the City as collected from property assessments to be used for payment of debt service on special assessment bonds issued to fund improvements and maintenance of the Portobello Canal.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

C. Use of Restricted/Unrestricted Net Assets

When an expense is incurred for purposes for which both restricted and unrestricted net assets are available, the City's policy is to apply restricted net assets first.

D. Cash, Cash Equivalents and Investments

The City pools its available cash for investment purposes. The City's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturity of three months or less from the date of acquisition. Cash and cash equivalents are combined with investments and displayed as Cash and Investments.

In accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools,* highly liquid market investments with maturities of one year or less at time of purchase are stated at amortized cost. All other investments are stated at fair value. Market value is used as fair value for those securities for which market quotations are readily available.

The City participates in an investment pool managed by the State of California titled Local Agency Investment Fund (LAIF), which has invested a portion of the pool funds in Structured Notes and Asset-backed Securities. LAIF's investments are subject to credit risk with the full faith and credit of the State of California collateralizing these investments. In addition, these Structured Notes and Asset-backed Securities are subject to market risk as to change in interest rates.

For purposes of reporting cash flows, the City considers each fund's share in the cash and investments pool to be cash and cash equivalents including cash with fiscal agents.

E. Restricted Cash and Investments

Certain restricted cash and investments are held by fiscal agents for the redemption of bonded debt and for acquisition and construction of capital projects. Cash and investments are also restricted for deposits held for others within the enterprise funds. The restricted cash and investments are combined with unrestricted cash and investments and displayed as Cash and Investments.

F. Inventories and Prepaid Items

Inventory is valued at cost using the first in, first out method. Inventory in the proprietary funds consists of expendable supplies held for future consumption or capitalization. The cost is recorded as an expense as inventory items are consumed. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

G. Assets Held for Resale

Land and buildings held for resale are recorded at the lower of cost or estimated net realizable value. Fund balances are reserved in amounts equal to the carrying value of land and buildings held for resale, because such assets are not available to finance the City's current operations.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

H. Interfund Transactions

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Advances between funds, reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

I. Capital Assets

The City's assets are capitalized at historical cost or estimated historical cost. City policy has set the capitalization threshold for reporting capital assets at $5,000 and for reporting infrastructure assets at $5,000. Gifts or contributions of capital assets are recorded at fair market value when received. Depreciation is recorded on a straight-line basis over the useful lives of the assets as follows:

Buildings and Improvements	10 – 76 years
Improvements other than buildings	10 – 75 years
Machinery and Equipment	2 – 75 years
Infrastructure	5 – 50 years

In June 1999, the Governmental Accounting Standards Board (GASB) issued Statement No. 34, which requires the inclusion of infrastructure capital assets in local governments' basic financial statements. In accordance with Statement No. 34, the City has included the value of all infrastructure in the basic financial statements.

The City defines infrastructure as the basic physical assets that allow the City to function. These assets include the streets, water purification and distribution system, sewer collection and treatment system, park and recreation lands and improvement system, storm water conveyance system, and buildings combined with the site amenities such as parking and landscaped areas used by the City in the conduct of its business. Each major infrastructure system can be divided into subsystems. For example, the street system can be subdivided into pavement, curb and gutters, sidewalks, medians, streetlights, traffic control devices (signs, signals and pavement markings), landscaping and land.

These subsystems are not delineated in the basic financial statements. The appropriate operating department maintains information regarding the subsystems.

Interest accrued during capital assets construction, if any, is capitalized for the business-type and proprietary funds as part of the asset cost.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

I. Capital Assets, Continued

For all infrastructure systems, the City elected to use the basic approach as defined by GASB Statement No. 34 for infrastructure reporting. The City commissioned an appraisal of City-owned infrastructure and property as of June 30, 2001. This appraisal determined the estimated historical cost, which is defined as the actual cost to acquire new property in accordance with market prices at the time of first construction/acquisition. Estimated historical costs were developed in one of three ways: (1) historical records; (2) standard unit costs appropriate for the construction/acquisition date; or (3) present cost indexed by a reciprocal factor of the price increase from the construction/acquisition date to the current date. The accumulated depreciation, defined as the total depreciation from the date of construction/acquisition to the current date on a straight line, on unrecovered cost method was computed using industry accepted life expectancies for each infrastructure subsystem. The book value was then computed by deducting the accumulated depreciation from the estimated historical cost.

J. Compensated Absences

The City accrues the cost of annual vacation leave as earned for all eligible employees.

The City accrues the cost of sick leave for all employees following ten (10) years of continuous City service, when employees become eligible for a payout of the balance of unused sick leave upon separation (resignation or retirement). The amount of payout varies by employee group as follows:

> All police and fire unit employees are eligible to receive a sick leave payout based on the number of "credits" earned. Credits are earned by using less sick leave hours annually than the negotiated standard. Police unit employees with 1-19 credits receive a 25 percent payout, employees with 20-29 credits receive a 50 percent payout and employees with 30 credits receive 100 percent payout of their sick leave balance at time of separation. Fire unit employees with 1-19 credits receive a 25 percent payout, employees with 20-29 credits receive a 50 percent payout and employees with 30 years of service receive a 100 percent payout regardless of the number of credits.

Vacation and sick leave benefits are accrued and recorded in the Employee Fringe Benefits Internal Service Fund. Compensated absences are generally liquidated by the Internal Service Fund.

K. Long-Term Debt

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financial sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

L. Interest Payable

In the government-wide financial statements, interest payable on long-term debt is recognized as the liability is incurred for governmental fund types and proprietary fund types.

In the fund financial statements, proprietary fund types recognize the interest payable when the liability is incurred.

M. Property Taxes

Property taxes are levied based on a fiscal year (July 1 – June 30). The property tax assessments are formally due on November 1 and February 1, and become delinquent as of December 10 and April 10, respectively. Taxes become a lien on the property effective March 1 of the preceding year.

N. Net Assets

In the government-wide financial statements, net assets are classified in the following categories:

Invested in Capital Assets, net of Related Debt – This amount consists of capital assets net of accumulated depreciation and reduced by outstanding debt that attributed to the acquisition, construction, or improvement of the assets.

Restricted Net Assets – This amount is restricted by external creditors, grantors, contributors, laws or regulations of other governments.

Unrestricted Net Assets – This amount is all net assets that do not meet the definition of "invested in capital assets, net of related debt" or "restricted net assets."

O. Fund Balances - Reservations and Designations

In the fund financial statements, governmental funds report reservations of fund balances for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

P. Use of Estimates

The preparation of the basic financial statements, in conformity with generally accepted accounting principles, requires management to make estimates and assumptions. These estimates and assumptions affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities. In addition, estimates affect the reported amount of expenses. Actual results could differ from these estimates and assumptions.

2. CASH AND INVESTMENTS

A. Cash and Investments

The City adopted Statement 40 of the Governmental Accounting Standards Board, *Deposit and Investment Risk Disclosures*, during the fiscal year ending June 30, 2005.

2. CASH AND INVESTMENTS, Continued

A. Cash and Investment, Continued

Cash and investments as of June 30, 2005, are classified in the accompanying financial statements as follows:

Statement of net assets:	
Cash and investments	$ 144,191,716
Cash and investments held by bond trustee	51,577,634
Fiduciary funds:	
Cash and investments	95,808
Total cash and investments	$ 195,865,158

Cash and investments as of June 30, 2005, consist of the following:

Cash on hand	$ 20,110
Deposits with financial institutions	666,709
Investments	195,178,339
Total cash and investments	$ 195,865,158

B. Investments Authorized by the California Government Code and the City's Investment Policy

The table below identifies the investment types that are authorized for the City by the California Government Code (or the City's investment policy, where more restrictive). The table also identifies certain provisions of the California Government Code (or the City's investment policy, where more restrictive) that address interest rate risk, credit risk, and concentration of credit risk. This table does not address investments of debt proceeds held by bond trustee that are governed by the provisions of debt agreements of the City, rather than the general provisions of the California Government Code or the City's investment policy.

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio*	Maximum Investment in One Issuer
U.S. Treasury Obligations	5 years	None	None
U.S. Agency Securities	5 years	None	None
Banker's Acceptances	180 days	40%	30%
Commercial Paper	270 days	25%	10%
Negotiable Certificates of Deposit	5 years	30%	None
Certificates of Deposit	5 Years	N/A	None
Repurchase Agreements	90 days	N/A	N/A
Medium-Term Notes	5 years	30%	None
Money Market Mutual Funds	N/A	20%	10%
Municipal Debt	30 years	N/A	N/A
Local Agency Investment Fund (LAIF)	N/A	$40 million	None

2. CASH AND INVESTMENTS, Continued

B. Investments Authorized by the California Government Code and the City's Investment Policy, Continued

* Excluding amounts held by bond trustee that are not subject to California Government Code restrictions.

C. Investments Authorized by Debt Agreements

Investment of debt proceeds held by bond trustee are governed by provisions of the debt agreements, rather than the general provisions of the California Government Code or the City's investment policy. The table below identifies the investment types that are authorized for investments held by bond trustee. The table also identifies certain provisions of these debt agreements that address interest rate risk, credit risk, and concentration of credit risk.

Authorized Investment Type	Maximum Maturity	Maximum Percentage Allowed	Maximum Investment in One Issuer
US Treasury Obligations	30 years	None	None
Money Market Mutual Funds	N/A	N/A	N/A
Guaranteed Investment Contract	30 years	N/A	N/A
Local Agency Investment Fund	N/A	N/A	None

D. Disclosures Relating to Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the City manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time, as necessary to provide the cash flow and liquidity needed for operations.

Information about the sensitivity of the fair values of the City's investments (including investments held by bond trustee) to market interest rate fluctuations is provided by the following table that shows the distribution of the City's investments by maturity:

		Remaining Maturity (in Months)			
Investment Type		12 Months or Less	13 to 24 Months	25-59 Months	60 > Months
Federal Agency Securities	$ 111,643,125	$ 24,807,812	$ 52,008,750	$ 34,826,563	$ -
Municipal Debt	1,255,000	-	-	-	1,255,000
Local Agency Investment Fund	30,702,578	30,702,578	-	-	-
Held by bond trustee:					
Money Market Funds	4,954,372	4,954,372	-	-	-
Investment Contracts	34,720,383	14,968,256	-	17,735,934	2,016,133
Treasury Security Coupons	6,936,385	6,936,385	-	-	-
Local Agency Investment	4,966,496	4,966,496	-	-	-
Total	$ 195,178,339	$ 87,335,899	$ 52,008,750	$ 52,562,497	$ 3,271,133

2. CASH AND INVESTMENTS, Continued

E. Disclosures Relating to Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The following presentation is the minimum rating required by (where applicable) the California Government Code, the City's investment policy, or debt agreements, and the actual rating as of year-end for each investment type:

Investment Type		Minimum Rating	Exempt From Rating	AAA/AAA	Not Rated
Federal Agency Securities	$ 111,643,125	N/A	$ 111,643,125		
Municipal Debt	1,255,000	N/A	1,255,000		
Local Agency Investment Fund	30,702,578	N/A	30,702,578		
Held by bond trustee:					
Money Market Funds	4,954,372	A		$ 4,954,372	
Investment Contracts	34,720,383	N/A	34,720,383		
Treasury Securities	6,936,385	N/A	6,936,385		
Local Agency Investment fund	4,966,496	N/A			$ 4,966,496
Total	$ 195,178,339		$ 185,257,471	$ 4,954,372	4,966,496

F. Concentration of Credit Risk

The investment policy of the City contains limitations on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code. Investments in any one issuer that represent 5 percent or more of total City's investments are as follows:

Issuer	Investment Type	Reported Amount
FNMA	Federal agency securities	$29,800,000
Federal Home Loan Bank	Federal agency securities	45,357,812
Federal Home Loan Mortgage Corp	Federal agency securities	46,269,687
U.S. Treasury	U.S. Treasury Notes	6,936,385

2. CASH AND INVESTMENTS, Continued

G. Custodial Credit Risk

Custodial credit risk for *deposits* is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for *investments* is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the City's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provision for deposits: The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110 percent of the total amount deposited by the public agencies. California law also allows financial institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150 percent of the secured public deposits.

As of June 30, 2005, City investments in the following investment types were held by the safekeeping department of Bank of New York and the City uses other broker-dealers to buy the securities:

Investment Type	Reported Amount
Federal Agency Securities	$ 111,643,125

H. Investment in State Investment Pool

The City is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by California Government Code Section 16429 under the oversight of the Treasurer of the State of California. The fair value of the City's investment in this pool is reported in the accompanying financial statements at amounts based upon the City's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis.

3. LOANS AND NOTES RECEIVABLE

At June 30, 2005, loans and notes receivable consisted of the following:

	Balance July 1, 2004	Additions	Deletions	Balance June 30,2005
City Home	$ 251,205	$ 724,789	$ (169,237)	$ 806,757
Business Assistance Program:				
Micro Loan	298,658	267,500	(51,858)	514,300
Code Compliance Assistance	106,044	43,000	(5,355)	143,689
Commercial Rehabilitation Loan	142,719	95,500	(5,369)	232,850
City Officials	325,000	-	-	325,000
Redevelopment Agency:				
Disposition and development agreement - 1993	1,286,671	-	(1,286,671)	-
Disposition and development agreement - 1997	500,000	-	-	500,000
Disposition and development agreements - 2002	20,000	-	(10,000)	10,000
Homebuyer Assistance Program	151,700	-	(90,200)	61,500
CHFA HELP Program Loan	91,330	-	(7,353)	83,977
Housing Preservation Program	1,125,912	251,759	(329,943)	1,047,728
Total	$ 4,299,239	$ 1,382,548	$ (1,955,986)	$ 3,725,801

A. City Home

The general purpose of the City Home program is to promote neighborhood stabilization, stimulate private reinvestment, and broaden affordable housing opportunities.

The Program is administered by the Housing Authority of San Buenaventura and provides deferred loans, to low-income residents who are first-time homebuyers, for down-payment assistance.

B. Business Assistance Program

There are three components to the Business Assistance Program. The Micro-Loan Program and the Code Compliance Program are available Citywide. The Commercial Rehabilitation Loan Program focuses on established redevelopment and revitalization areas. All loan programs must adhere to adopted Design Guidelines and Design Review requirements where applicable.

The interest rate will be fixed at the cost of City funds, plus two points. The borrower is responsible for repaying the entire loan, plus interest in a timely manner. The maximum term of the loan will not exceed 10 years.

3. LOANS AND NOTES RECEIVABLE, Continued

B. *Business Assistance Program, Continued*

There are three components of this program:

Micro Loan Program - The primary goal of this program is to create jobs and support the growth and success of small businesses in San Buenaventura. This is a flexible program designed for existing and new small businesses. The minimum loan to any business is $10,000 with a maximum of $50,000.

Code Compliance Assistance Program - The Code Compliance Assistance Program is to support businesses with building code compliance requirements on existing commercial properties. This program is designed to encourage code compliance and public safety in conjunction with Inspection Services.

Commercial Rehabilitation Loan Program - The Commercial Rehabilitation Loan Program is designed to encourage revitalization and renovation of older commercial districts while promoting physical enhancement of commercial property. The program goal is to foster business growth or retention through a more conducive and marketable physical environment. Qualified property owners and businesses may be eligible to receive below market rate loans for façade, construction, or building renovation. This program is targeted to the Downtown Redevelopment Area and the Westside Revitalization Area.

C. *City Officials*

The City Council has established mortgage assistance benefits by resolution because such benefits are recognized as an important tool to encourage key officials to live in the City. It also provides an added incentive to generate the most qualified pool of applicants for statewide and out-of-state recruitments.

The City has one loan outstanding to City officials for the purpose of mortgage assistance in the purchase of a home. Each is secured by a deed of trust on the property.

The following table summarizes the loan activity:

Date Issued	Original Amount of Loan	Term of Loan	Balance July 1, 2004	Additions	Deletions	Balance June 30, 2005
2003	$ 325,000	*	$ 325,000	-	-	$ 325,000

*The City's share of its equity interest in the Ventura Residence shall be due and payable in full; (1) immediately upon the sales of or other transfer of title to the Ventura Residence by Employee; (2) within 120 days of the termination of Employee's service as the City Manager of City for any reason whatsoever, or; (3) within 120 days of the termination of Employee's use of the Ventura Residence as his principal residence.

3. LOANS AND NOTES RECEIVABLE, Continued

D. Redevelopment Agency

Disposition and Development Agreement – 1997 - The Agency entered into a disposition and development agreement in October 1997 to loan $500,000 to a limited liability company to construct certain improvements on property within the Agency's Downtown Redevelopment Project Area. The loan is secured by a deed of trust and bears no interest. The total amount is due on the tenth anniversary of the note, which can be forgiven upon the occurrence of certain events. The outstanding amount due to the Agency as of June 30, 2005, was $500,000.

Disposition and Development Agreements – 2002 - The Agency entered into three disposition and development agreements in November 2002 to loan $10,000 each to three trustors to provide low income housing for the residents of the City within the Redevelopment Project Area. The loan is secured by a deed of trust and bears no interest. Repayments of the loans are based on property revenue and other property compliance issues. The total amount is due on the thirtieth anniversary of the note, which can be forgiven upon the occurrence of certain events. The outstanding amount due to the Agency as of June 30, 2005, was $10,000.

Homebuyer Assistance Program - The Agency entered into an agreement on September 13, 1999. The outstanding amount due to the Agency as of June 30, 2005, was $61,500.

E. CHFA HELP Loans

The primary goal of this program is for rental rehabilitation or seismic improvements of multifamily housing units in designated target areas. The City provided a 3 percent interest rate, fully amortizing loans for property rehabilitation to landlords for 15 to 30 years. Participating landlords agreed to fix maximum rents at fair market rates established for the HUD Section 8 Program during the term of the HELP Loan. Eligible developments must be occupied by a minimum of 51 percent low-income households, adjusted for family size, as defined by HUD, at the initiation of negotiations between the Landlord and the City. The outstanding balance as of June 30, 2005, was $83,977. The program is no longer active except for existing loans.

F. Housing Preservation Program

Under the Housing Preservation Program (HPP), low interest loans are available to qualifying low and moderate-income households to rehabilitate single-family owner-occupied properties. Special hardship grants are also available on an urgent need basis to address immediate threats to health and safety. The outstanding amount as of June 30, 2005, was $1,047,728.

4. INTERFUND TRANSACTIONS

A. Fund Financial Statements

Advances to/from Other Funds

As of June 30, 2005, balances of advances to/from other funds were as follows:

Advances from other funds	Advances to other funds General Fund
Redevelopment Agency Capital Projects Fund	$ 13,773,439

The long-term advances consisted of the following:

	Balance 7/1/2004	Additions	Deletions	Balance 6/30/2005
Line of Credit	$ 13,773,439	-	-	$ 13,773,439

The advances between the Agency and the City have been established through a cooperation agreement, first approved in 1980, describing the operation support provided to the Agency, and the terms and conditions for repayment of City loans or advances. In June 1992 and May 1997, a restated and amended cooperation agreement was adopted for the purpose of restructuring the financial aspects of the relationship. In 2004, an amended cooperation agreement was adopted to establish predictable revenue stream into the General Fund and accumulation of project funds for the Agency.

The 2004 amended agreement calls for: (1) the Agency to reimburse the City with interest payments of $500,000 to $731,304 through May 15, 2009, beginning May 15, 2005; (2) interest payments accruing at 5 percent on the total amount of principal owed by the Agency to the City beginning July 1, 2004; (3) in the event there is insufficient tax increment to make a debt payment, the Agency may request to defer that portion that cannot be paid in the current year to an upcoming year, any request shall be presented to City Council at a regular meeting, on or before June 30 of that year, and; (4) in the event the tax increments exceeds expenditures, including debt service and interest, the City and Agency agree to reconsider the debt schedule during the budget development to ensure that the accumulation of project funds does not adversely impact the General Fund.

The City may elect to reloan funds to the Agency, on an as-needed basis, through a line of credit, as described in the agreement. Currently, the City supports the Agency by making advances for project costs and administrative expenses and fully reserves the potential line of credit available in the City's General Fund. The City did not advance any funds to the Agency in fiscal year 2004-05. The outstanding line of credit balance at June 30, 2005, was $13,773,439. The Agency's liability with respect to the line of credit is also included in the City's General Fund to the basic fund financial statements.

4. INTERFUND TRANSACTIONS, Continued

A. Fund Financial Statements, Continued

Due to/from Other Funds

As of June 30, 2005, balances of due to/from other funds were as follows:

	Due from other funds		
Due to other funds	CIP General Capital Projects	Golf Course Enterprise	**Total**
Certificates of Participation Debt Obligation Debt Service Fund	$ 243,390	625,317	$ 868,707

Transfers

Transfers for the year ended June 30, 2005, were as follows:

	Transfers In											
	Major Funds											
		Special Revenue		Debt Service	Capital Projects Funds	Enterprise						
Transfers Out	General	Gas Tax	Park and Recreation	Certificates of Participation Debt Obligation	CIP General	Sewer and Sanitation	Water	Golf Course	Paramedics	Internal Service Funds	Other Governmental Funds	**Total**
General Fund	$ -	$ 26,558	$ -	$ 3,680,229	$ 1,761,600	$ -	$ -	$ -	$ -	$ 108,948	$ 337,158	$ 5,914,493
Special Revenue Funds:												
Gas Tax	-	502,906	766,270	-	-	-	-	-	-	-	20,028	1,289,204
Parks and Recreation	150,000	142,000	-	-	-	-	-	-	-	-	27,564	319,564
Debt Service Fund												
Certificates of Participation-Debt Obligation	-	-	1,844,913	-	1,502,682	-	-	5,641,401	-	-	-	8,988,996
Capital Projects Funds:												
CIP General	1,408,338	-	-	-	-	-	-	-	-	1,314,654	9,110	2,732,102
Redevelopment Agency	-	-	-	-	-	-	-	-	-	-	466,194	466,194
Enterprise Funds:												
Sewer and Sanitation	-	11,936	-	-	-	-	780,103	-	-	2,308	15,302	809,649
Water	4,999	30,913	-	-	-	-	-	-	-	118,340	286	154,538
Golf Course	215,000	-	-	676,297	-	-	-	-	-	-	-	891,297
Other Governmental Funds	64,711	-	-	-	-	-	-	-	-	-	-	64,711
Internal Service Fund	3,250,000	-	-	-	-	56,789	74,824	3,503	2,023	-	-	3,387,139
Total	$ 5,093,048	$ 714,313	$ 2,611,183	$ 4,356,526	$ 3,264,282	$ 56,789	$ 854,927	$ 5,644,904	$ 2,023	$ 1,544,250	$ 875,642	$ 25,017,887

The above transfers resulted from the normal course of the City's operation.

5. LAND AND BUILDINGS HELD FOR RESALE

Balance July 1, 2004	Additions	Deletions	Balance June 30, 2005
$ 1,082,850	$ -	$ -	$ 1,082,850

Land and buildings held for resale are recorded in the merged capital projects fund at the lower of cost or estimated net realizable value. The available fund balance is reserved in an amount equal to the carrying value of land and buildings held for resale because such assets are not available to finance the City's current operations. The amount recorded as assets held for resale and the corresponding fund balance reserved as of June 30, 2005, was $1,082,850.

6. CAPITAL ASSETS

A. Government-Wide Financial Statements

At June 30, 2005, the City's capital assets consisted of the following:

	Government Activities	Business-Type Activities	Total
Non-depreciable assets:			
Land	$ 12,322,448	$ 393,475	$ 12,715,923
Construction in progress	52,999,992	78,311,890	131,311,882
Total non-depreciable assets	65,322,440	78,705,365	144,027,805
Depreciable assets:			
Buildings and improvements	44,564,923	28,927,025	73,491,948
Improvements other than buildings	10,579,571	49,210,108	59,789,679
Machinery and equipment	21,866,544	56,925,917	78,792,461
Infrastructure	70,366,023	-	70,366,023
Total depreciable assets	147,377,061	135,063,050	282,440,111
Less accumulated depreciation for:			
Buildings and improvements	(19,556,991)	(16,631,092)	(36,188,083)
Improvements other than buildings	(3,830,137)	(25,697,008)	(29,527,145)
Machinery and equipment	(13,236,321)	(18,606,249)	(31,842,570)
Infrastructure	(60,012,422)	-	(60,012,422)
Total accumulated depreciation	(96,635,871)	(60,934,349)	(157,570,220)
Total depreciable assets, net	50,741,190	74,128,701	124,869,891
Total capital assets	$ 116,063,630	$ 152,834,066	$ 268,897,696

6. CAPITAL ASSETS, Continued

A. Government-Wide Financial Statements, Continued

The following is a summary of capital assets for governmental activities:

	Balance July 1, 2004	Additions	Deletions	Balance June 30, 2005
Governmental Activities:				
Capital assets, not being depreciated:				
Land	$ 12,322,448	$ -	$ -	$ 12,322,448
Construction in progress	35,016,116	17,983,876	-	52,999,992
Total capital assets, not being depreciated	47,338,564	17,983,876	-	65,322,440
Capital assets, being depreciated:				
Buildings and improvements	44,473,975	90,948	-	44,564,923
Improvements other than buildings	10,579,571	-	-	10,579,571
Machinery and equipment	21,741,934	628,236	(503,626)	21,866,544
Infrastructure	70,340,173	25,850	-	70,366,023
Total capital assets, being depreciated	147,135,653	745,034	(503,626)	147,377,061
Less accumulated depreciation for:				
Buildings and improvements	(18,610,491)	(946,500)	-	(19,556,991)
Improvements other than buildings	(3,511,105)	(319,032)	-	(3,830,137)
Machinery and equipment	(12,346,872)	(1,309,336)	419,887	(13,236,321)
Infrastructure	(57,532,135)	(2,480,287)	-	(60,012,422)
Total accumulated depreciation	(92,000,603)	(5,055,155)	419,887	(96,635,871)
Total capital assets, being depreciated, net	55,135,050	(4,310,121)	(83,739)	50,741,190
Total governmental activities	$ 102,473,614	$ 13,673,755	$ (83,739)	$ 116,063,630

Depreciation expense in governmental activities for capital assets for the year ended June 30, 2005, was $5,055,155 and was allocated as follows:

General Government	$ 584,642
Human Resources Department	2,836
Administrative Services Department	84,393
Community Development Department	16,353
Community Services Department	97,480
Police Department	459,644
Fire Department	344,551
Public Works Department	3,465,256
	$ 5,055,155

6. CAPITAL ASSETS, Continued

A. Government-Wide Financial Statements, Continued

The following is a summary of capital assets for business-type activities:

	Balance July 1, 2004	Additions	Deletions	Balance June 30, 2005
Business-Type Activities:				
Capital assets, not being depreciated:				
Land	$ 393,475	$ -	$ -	$ 393,475
Construction in progress	67,930,515	10,381,375	-	78,311,890
Total capital assets, not being depreciated	68,323,990	10,381,375	-	78,705,365
Capital assets, being depreciated:				
Buildings and improvements	28,927,025	-	-	28,927,025
Improvements other than buildings	49,210,108	-	-	49,210,108
Machinery and equipment	56,232,053	708,123	(14,259)	56,925,917
Total capital assets, being depreciated	134,369,186	708,123	(14,259)	135,063,050
Less accumulated depreciation for:				
Buildings and improvements	(15,979,263)	(651,829)	-	(16,631,092)
Improvements other than buildings	(24,966,975)	(730,033)	-	(25,697,008)
Machinery and equipment	(17,214,457)	(1,406,051)	14,259	(18,606,249)
Total accumulated depreciation	(58,160,695)	(2,787,913)	14,259	(60,934,349)
Total capital assets, being depreciated, net	76,208,491	(2,079,790)	-	74,128,701
Total business-type activities	$ 144,532,481	$ 8,301,585	$ -	$ 152,834,066

Depreciation expense in business-type activities for capital assets for the year ended June 30, 2005, is composed of the following:

Sewer and Sanitation	$ 1,282,669
Water	1,407,304
Golf Course	79,636
Paramedic Services	18,304
Total depreciation expense	$ 2,787,913

6. CAPITAL ASSETS, Continued

B. Funds Financial Statements

The funds financial statements do not present general government capital assets but are shown in the Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Assets.

7. STATE WATER PROJECT

On July 6, 1971, the City executed a contract with the Casitas Municipal Water District (CMWD) for the allocation of fifty (50) percent of CMWD's annual entitlement of available water from the State of California Water Plan. In turn, the City assumed the burden of costs, both past and future, in the same proportion. The City's share of existing costs as of the inception of the contract was covered by a contract payable over a twenty (20) year period at four (4) percent interest, and was paid as of June 30, 1990.

The agreement currently in effect runs through the fiscal year ending June 30, 2035, with the right to extend the agreement for continued service. Under this agreement, the City's share of current project costs is paid on an annual basis. This agreement allows the City the option to maintain its right to beneficial use of water from the State Water Line Project. The costs for this project are adjusted semiannually by the State and have been increasing annually. The City's investment (at cost) in the State Water Line Project at June 30, 2005, was $19,921,209, which excludes the actual cost of water from the project.

The City will depreciate these costs when it begins using water from the State of California Water Plan.

8. LONG-TERM DEBT

A. Governmental Activities Long-Term Debt

The Summary of Changes in Long-Term Debt for Governmental Activities for the year ended June 30, 2005, is as follows:

	Balance July 1, 2004	Additions	Deletions	Balance June 30, 2005	Classification: Amounts Due Within One Year	Classification: Amounts Due in More than One Year
Governmental Activities:						
Refunding Lease Revenue Bonds	$ 4,565,000	$ -	$ (350,000)	$ 4,215,000	$ 370,000	$ 3,845,000
Parking Structure Loan	2,620,924	-	(255,689)	2,365,235	255,689	2,109,546
Certificates of Participation - 2001 Series A	2,625,000	-	(160,000)	2,465,000	165,000	2,300,000
Certificates of Participation - 2001 Series C	15,825,000	-	(320,000)	15,505,000	330,000	15,175,000
Certificates of Participation - 2002 Series B	18,470,000	-	(1,075,000)	17,395,000	1,115,000	16,280,000
Certificates of Participation - 2002 Series D	15,715,000	-	(320,000)	15,395,000	325,000	15,070,000
Tax Allocation Bonds - 2003	8,000,000	-	(205,000)	7,795,000	240,000	7,555,000
California Energy Commission 2001	126,656	-	(62,385)	64,271	64,271	-
California Energy Commission 2004	-	208,000	-	208,000	6,122	201,878
Subtotal governmental activities	67,947,580	208,000	(2,748,074)	65,407,506	2,871,082	62,536,424
Claims and judgments payable (Note 11)	10,168,433	1,575,299	(2,075,429)	9,668,303	2,626,184	7,042,119
Compensated absences payable (Note 1J)	4,036,359	3,458,162	(3,409,482)	4,085,039	454,555	3,630,484
Total governmental activities	$ 82,152,372	$ 5,241,461	$ (8,232,985)	$ 79,160,848	$ 5,951,821	$ 73,209,027

8. LONG-TERM DEBT, Continued

A. Governmental Activities Long-Term Debt, Continued

Refunding Lease Revenue Bonds

On July 1, 1995, the City issued $7,090,000 Refunding Lease Revenue Bonds to refund existing Municipal Improvement Revenue Bonds for the Beach Parking Structure. The interest rate on the Refunding Lease Revenue Bonds ranges from 4.55 percent to 5.75 percent and matures in 2014. Debt service payments are scheduled annually in amounts ranging from $610,875 in 2000 to $613,350 in 2014. The balance outstanding as of June 30, 2005, was $4,215,000.

The annual debt service requirements for the Lease Revenue Bonds outstanding at June 30, 2005, were as follows:

Year Ending June 30,	Principal	Interest	Total
2006	$ 370,000	$ 240,645	$ 610,645
2007	390,000	220,295	610,295
2008	415,000	198,455	613,455
2009	440,000	174,800	614,800
2010	465,000	149,500	614,500
2011-2014	2,135,000	315,388	2,450,388
Total	$ 4,215,000	$ 1,299,083	$ 5,514,083

Parking Structure Loan

A lease agreement for the beach parking structure premises was established with the issuance of the Municipal Improvement Revenue Series A Bonds (MIRB) in November 1983 and was restructured in July 1995 with the issuance of the Refunding Lease Revenue Bonds discussed above. The lease payments and proportionate share of proceeds are transferred to the City's trustee for handling of the City's obligation. The agreement runs through fiscal year 2014 at which time the City will assume ownership of the parking structure.

On December 16, 1999, in accordance with terms of a certain Purchase Money Note (Note) executed in 1985 and amended on July 1, 1995, between the City and Vengar Associates Limited Partnership (Vengar), Vengar paid off the Note. Because of the pay-off of the Note, the principal amount of the parking structure lease was restated at July 1, 1999, to $4,012,574 reflecting the effect of the payoff of the Note, which was being used to offset the debt service on the parking structure lease. Payment terms of the parking structure lease have been modified in such a way as to increase the amount of semi-annual debt service payments. At June 30, 2005, the outstanding balance of the Note was $2,365,235.

8. LONG-TERM DEBT, Continued

A. Governmental Activities Long-Term Debt, Continued

The annual debt service requirements for the Parking Structure Loan outstanding at June 30, 2005, were as follows:

Year Ending June 30,	Principal	Interest	Total
2006	$ 255,689	$ 533,034	$ 788,723
2007	255,689	533,034	788,723
2008	255,689	533,034	788,723
2009	290,576	605,700	896,276
2010	290,576	605,700	896,276
2011-2014	1,017,016	2,119,947	3,136,963
Total	$ 2,365,235	$ 4,930,449	$ 7,295,684

Certificates of Participation – 2001 Series A

Certificates of Participation in the amount of $2,925,000 were issued on December 1, 2001. The Certificates were issued to provide for: (1) the defeasance of $2,960,000 of the City of San Buenaventura 1987 Refunding Certificates of Participation (Capital Improvement Project); (2) to acquire debt service reserve surety bond for the Series A Certificates; and (3) to pay costs in connection with the execution and delivery of the Series A Certificates. The Certificates are due in annual principal installments of $145,000 to $255,000 through 2017. Interest rates range from 3.00 percent to 4.625 percent and is payable semi-annually on January 1 and July 1. Funding sources for the repayment are lease payments made by the City to the Public Facilities Financing Authority. The total amount outstanding as of June 30, 2005, was $ 2,465,000.

The annual debt service requirements for the 2001 Certificates of Participation outstanding at June 30, 2005, were as follows:

Year Ending June 30,	Principal	Interest	Total
2006	$ 165,000	$ 101,975	$ 266,975
2007	170,000	96,200	266,200
2008	175,000	90,250	265,250
2009	185,000	83,250	268,250
2010	190,000	75,850	265,850
2011-2015	1,080,000	255,881	1,335,881
2016-2017	500,000	42,613	542,613
Total	$ 2,465,000	$ 746,019	$ 3,211,019

8. LONG-TERM DEBT, Continued

A. Governmental Activities Long-Term Debt, Continued

Certificates of Participation – 2001 Series C

Certificates of Participation in the amount of $16,345,000 were issued on December 1, 2001. The Certificates were issued to provide for: (1) improvements to the Ventura Community Park, the City Hall Terra Cotta Restoration Project, heating and ventilation improvements to City Hall and city-wide street median improvement programs; (2) to acquire debt service reserve surety bond for the Certificates; and (3) to pay costs in connection with the execution and delivery of the Series A Certificates. The Certificates are due in annual principal installments of $210,000 to $1,025,000 through 2030. Interest rates range from 3.00 percent to 4.725 percent and is payable semi-annually on February 1 and August 1. Funding sources for the repayment are lease payments made by the City to the Public Facilities Financing Authority. The total amount outstanding as of June 30, 2005, was $15,505,000.

The annual debt service requirements for the 2001 Series C Certificates of Participation outstanding at June 30, 2005, were as follows:

Year Ending June 30,	Principal	Interest	Total
2006	$ 330,000	$ 749,268	$ 1,079,268
2007	340,000	737,718	1,077,718
2008	350,000	725,818	1,075,818
2009	365,000	710,944	1,075,944
2010	380,000	696,344	1,076,344
2011-2015	2,155,000	3,223,594	5,378,594
2016-2020	2,725,000	2,656,704	5,381,704
2021-2025	3,440,000	1,947,266	5,387,266
2026-2030	4,395,000	984,900	5,379,900
2031	1,025,000	53,812	1,078,812
Total	$ 15,505,000	$ 12,486,366	$ 27,991,366

Certificates of Participation – 2002 Series B

Certificates of Participation in the amount of $19,765,000 were issued on October 3, 2002. The Certificates were issued to provide funds for: (1) the defeasance of 1993 Refunding Certificates of Participation and related city lease payment obligations; (2) to acquire debt service reserve surety bond for the Series B Certificates; and (4) to pay certain costs incurred in connection with the execution and delivery of the Series B Certificates. The Certificates are due in annual principal installments of $255,000 to $1,885,000 through 2018. Interest rates range from 3.25 percent to 5.50 percent and is payable semi-annually on January 1 and July 1. Funding sources for the repayment are lease payments made by the City to the Public Facilities Financing Authority. The total amount outstanding as of June 30, 2005, was $17,395,000.

8. LONG-TERM DEBT, Continued

A. Governmental Activities Long-Term Debt, Continued

The annual debt service requirements for the 2002 Series B Certificates of Participation outstanding at June 30, 2005, were as follows:

Year Ending June 30,	Principal	Interest	Total
2006	$ 1,115,000	$ 876,706	$ 1,991,706
2007	1,150,000	837,682	1,987,682
2008	1,205,000	785,932	1,990,932
2009	1,260,000	731,706	1,991,706
2010	1,320,000	671,856	1,991,856
2011-2015	7,670,000	2,283,555	9,953,555
2016-2018	3,675,000	305,800	3,980,800
Total	$ 17,395,000	$ 6,493,237	$ 23,888,237

Certificates of Participation – 2002 Series D

Certificates of Participation in the amount of $15,930,000 were issued on December 1, 2002. The Certificates were issued to provide funds for: (1) improvements to the Buenaventura Golf Course and the Olivas Park Golf Course; (2) to acquire debt service reserve surety bond for the Certificates; (3) to fund capitalized interest; and (4) to pay certain costs incurred in connection with the execution and delivery of the Certificates. The Certificates are due in annual principal installments of $215,000 to $980,000 through 2032. Interest rates range from 1.65 percent to 5.00 percent and is payable semi-annually on February 1 and August 1. Funding sources for the repayment are lease payments made by the City to the Public Facilities Financing Authority. The total amount outstanding as of June 30, 2005, was $15,395,000.

The annual debt service requirements for the 2002 Series D Certificates of Participation outstanding at June 30, 2005, were as follows:

Year Ending June 30,	Principal	Interest	Total
2006	$ 325,000	$ 701,878	$ 1,026,878
2007	335,000	694,403	1,029,403
2008	345,000	685,358	1,030,358
2009	355,000	675,008	1,030,008
2010	365,000	663,293	1,028,293
2011-2015	2,040,000	3,100,329	5,140,329
2016-2020	2,515,000	2,627,138	5,142,138
2021-2025	3,165,000	1,973,062	5,138,062
2026-2030	4,035,000	1,104,000	5,139,000
2031-2032	1,915,000	144,750	2,059,750
Total	$ 15,395,000	$ 12,369,218	$ 27,764,218

8. LONG-TERM DEBT, Continued

A. Governmental Activities Long-Term Debt, Continued

Tax Allocation Bonds – 2003

Tax Allocation Bonds in the amount of $8,000,000 were issued on June 1, 2003. The Bonds were issued to provide funds to (1) repay certain advances made by the City of San Buenaventura to the Agency; (2) fund a Reserve Account for the Bonds; and (3) pay costs of issuance of the Bonds. The Bonds are due in annual principal installments of $205,000 to $495,000 through 2028. Interest rates range from 2.00 percent to 4.25 percent and is payable semi-annually on February 1 and August 1. Funding sources for the repayment are tax revenue allocated to the Agency from the project area. The total amount outstanding as of June 30, 2005, was $7,795,000.

The annual debt service requirements for the 2003 Tax Allocation Bonds outstanding at June 30, 2005, were as follows:

Year Ending June 30,	Principal	Interest	Total
2006	$ 240,000	$ 274,882	$ 514,882
2007	245,000	270,032	515,032
2008	250,000	265,082	515,082
2009	255,000	259,714	514,714
2010	260,000	253,595	513,595
2011-2015	1,420,000	1,147,343	2,567,343
2016-2020	1,670,000	885,050	2,555,050
2021-2025	2,030,000	521,000	2,551,000
2026-2028	1,425,000	92,545	1,517,545
Total	$ 7,795,000	$ 3,969,243	$ 11,764,243

California Energy Commission – 2001 Loan

On August 20, 2001, a low-interest loan was made with the California Energy Commission to convert incandescent street signal lights to Light Emitting Diodes. The loan has an interest rate of 3 percent and a four-year repayment schedule with eight equal payments of $32,861. Repayment will be made from the savings in electrical utility payments resulting from the conversion. The balance outstanding as of June 30, 2005, was $64,271.

California Energy Commission – 2004 Loan

On August 19, 2004, a low-interest loan was made with the California Energy Commission to install Solar Panels at the City's San Jon Yard facility to reduce energy use. The loan has an interest rate of 3.95 percent and a thirteen-year repayment schedule with 27 equal payments of $9,457 and a final payment of $27,286 beginning December 22, 2005.

8. LONG-TERM DEBT, Continued

California Energy Commission – 2004 Loan, Continued

The annual Debt Service requirements for the August 19, 2004, California Energy Commission loan outstanding at June 30, 2005, were as follows:

Year Ending June 30,	Principal	Interest	Total
2006	$ 6,122	$ 12,793	$ 18,915
2007	11,048	7,867	18,915
2008	11,469	7,446	18,915
2009	11,947	6,968	18,915
2010	12,423	6,492	18,915
2011-2015	69,940	24,635	94,575
2016-1018	85,051	8,437	93,488
Total	$ 208,000	$ 74,638	$ 282,638

B. Long-Term Debt of Business-Type Activities and Proprietary Funds

The summary of changes in long-term debt of business-type activities for the year ended June 30, 2005, is as follows:

	Balance July 1, 2004	Additions	Deletions	Balance June 30, 2005	Classification: Amounts Due Within One Year	Classification: Amounts Due in More than One Year
Business-Type Activities:						
Sewer Refunding Bonds	$ 7,125,000.0	$ -	$ (7,125,000)	$ -	$ -	$ -
	7,125,000	-	(7,125,000)	-	-	-
Waste Water Revenue Refunding Bonds		25,075,000		25,075,000	625,000	24,450,000
Less unamortized :				-		
Bond premium	-	253,932	(8,464)	245,468	-	245,468
Deferral on refunding	(374,279)	(460,189)	83,447	(751,021)		(751,021)
Waste Water Refunding Bonds, net	(374,279)	24,868,743	74,983	24,569,447	625,000	23,944,447
Water Revenue Refunding Bonds	27,410,000	-	(880,000)	26,530,000	505,000	26,025,000
Less unamortized :						
Bond premium	574,780	-	(33,811)	540,969	-	540,969
Deferral on refunding	(1,113,438)	-	65,496	(1,047,942)	-	(1,047,942)
Water Revenue Refunding Bonds, net	26,871,342	-	(848,315)	26,023,027	505,000	25,518,027
Total business-type activities	$ 33,622,063	$ 24,868,743	$ (7,898,332)	$ 50,592,474	$ 1,130,000	$ 49,462,474

8. LONG-TERM DEBT, Continued

Wastewater Refunding 2004 Bonds

Certificates of Participation in the amount of $25,075,000 were issued on December 16, 2004. The Certificates were issued to provide for: (1) the defeasance of $7,125,000 million of the City of San Buenaventura 1996 Wastewater Revenue Refunding Bonds; (2) finance improvements to the City's water reclamation facility upgrade; (3) fund a reserve fund for the Certificates; and (4) pay costs in connection with the execution and delivery of the Certificates. The Certificates are due in annual principal installments of $625,000 to $1,405,000 through 2034. Interest rates range from 2.50 percent to 5.00 percent and is payable semi-annually on September 1 and March 1. Funding sources for the repayment are lease payments made by the City to the Public Facilities Financing Authority. The total amount outstanding as of June 30, 2005, was $25,075,000.

Total Wastewater Revenue Refunding Bonds outstanding as of June 30, 2005, net of unamortized bond premium were as follows:

Principal outstanding at June 30, 2005	$ 25,075,000
Less unamortized bond premium	245,468
Less unamortized deferral on refunding	$ (751,021)
Net Bonds outstanding at June 30, 2005	$ 24,569,447

The annual debt service requirements for the 2004 Wastewater Revenue Refunding Bonds outstanding at June 30, 2005, were as follows:

Year Ending June 30,	Principal	Interest	Total
2006	$ 625,000	$ 1,108,375	$ 1,733,375
2007	650,000	1,092,750	1,742,750
2008	660,000	1,076,500	1,736,500
2009	680,000	1,060,000	1,740,000
2010	695,000	1,039,600	1,734,600
2011-2015	3,875,000	4,819,013	8,694,013
2016-2020	3,280,000	4,096,413	7,376,413
2021-2025	4,125,000	3,260,000	7,385,000
2026-2030	5,250,000	2,121,750	7,371,750
2031-2034	5,235,000	670,250	5,905,250
Total	$ 25,075,000	$ 20,344,650	$ 45,419,650

This current refunding will reduce total debt service payments over the next 30 years by $738,000, resulting in an economic benefit of $281,000.

8. LONG-TERM DEBT, Continued

Wastewater Refunding 2004 Bonds, Continued

The following is a summary of unamortized bond premium outstanding at June 30, 2005:

	July 1, 2004	Additions	Deletions	June 30, 2005
Bond premium	$ -	$ (253,932)	$ 8,464	$ (245,468)
Deferral on Refunding	374,279	460,189	(83,447)	751,021
Total	$ 374,279	$ 206,257	$ (74,983)	$ 505,553

Water Revenue Refunding Bonds

Certificates of Participation in the amount of $27,410,000 were issued on March 1, 2004. The Certificates were issued to provide for: (1) the defeasance of $12,615,000 of the City of San Buenaventura 1993 Water Revenue Refunding Bonds; (2) finance improvements to the City's water system; (3) fund a reserve fund for the Certificates; and (4) pay costs in connection with the execution and delivery of the Certificates. The Certificates are due in annual principal installments of $505,000 to $1,610,000 through 2033. Interest rates range from 3.00 percent to 5.00 percent and is payable semi-annually on October 1 and April 1. Funding sources for the repayment are lease payments made by the City to the Public Facilities Financing Authority. The total amount outstanding as of June 30, 2005, was $26,530,000.

Total Water Revenue Refunding Bonds outstanding as of June 30, 2005, net of unamortized bond premium and deferral on refunding were as follows:

Principal outstanding at June 30, 2005	$ 26,530,000
Less unamortized bond premium	540,969
Less unamortized deferral on refunding	(1,047,942)
Net Bonds outstanding at June 30, 2005	$ 26,023,027

8. LONG-TERM DEBT, Continued

Water Revenue Refunding Bonds, Continued

The annual debt service requirements for the Water Revenue Refunding Bonds outstanding at June 30, 2005, were as follows:

Year Ending June 30,	Principal	Interest	Total
2006	$ 505,000	$ 1,181,550	$ 1,686,550
2007	525,000	1,166,100	1,691,100
2008	540,000	1,151,475	1,691,475
2009	550,000	1,136,475	1,686,475
2010	570,000	1,118,962	1,688,962
2011-2015	3,165,000	5,268,887	8,433,887
2016-2020	3,840,000	4,565,537	8,405,537
2021-2025	4,740,000	3,618,850	8,358,850
2026-2030	6,095,000	2,292,375	8,387,375
2031-2034	6,000,000	618,000	6,618,000
Total	$ 26,530,000	$ 22,118,211	$ 48,648,211

The following is a summary of unamortized bond premium and deferral on refunding outstanding at June 30, 2005:

	Balance July 1, 2004	Additions	Deletions	Balance June 30, 2005
Bond premium	$ (574,780)	$ -	$ 33,811	$ (540,969)
Deferral on refunding	1,113,438	-	(65,496)	1,047,942
Total	$ 538,658	$ -	$ (31,685)	$ 506,973

Net amortization expense was $31,685 for June 30, 2005.

9. DEFERRED REVENUES

Deferred revenues at June 30, 2005, are reported as follows:

General Fund:		
Business license tax	$	435,065
Recreational activities		308,518
Sales tax		616,468
Grant		211,519
Cycle 9 grant		5,611
Cycle 10 grant		25,474
Total General Fund		1,602,655
Speecial Revenue Funds:		
Gas Tax: Department of Transportation		298,895
Law Enforcement		230,815
Total Special Revenue Funds		529,710
Capital Projects Funds:		
CIP General:		
Terra Cotta		180,423
Senior Water		2,564
Surfers Point		38,571
Housing & Community Development Block Grant Rehab Loans		306
Total Capital Projects Funds		221,864
Total deferred revenues	$	2,354,229

10. FUND BALANCES FOR GOVERNMENTAL FUNDS

A. Reservation and Designation of Fund Balances

Fund balances at June 30, 2005, for the governmental funds have been reserved and designated for the following purposes:

	Major Funds							
	General Fund	Gas Tax Special Revenue	Park and Recreation Special Revenue	Certificates of Participation Debt Obligation Debt Service	CIP General Capital Projects	Redevelopment Agency Capital Projects	Other Governmental Funds	Total Governmental Funds
Reserved:								
Encumbrances	$ 1,251,192	$ -	$ -	$ -	$ -	$ 134,962	$ 192,890	$ 1,579,044
Petty cash	6,435	-	-	-	-	-	-	6,435
Advances to Redevelopment Agency	13,773,439	-	-	-	-	-	-	13,773,439
Prepaid items	8,940	-	-	-	-	-	-	8,940
Inventories	549,333	-	-	-	-	-	-	549,333
Assets held for resale	-	-	-	-	-	1,082,850	-	1,082,850
Loans and notes receivable	507,804	-	-	-	-	630,377	2,262,619	3,400,800
Investment in Portobello bonds	1,255,000	-	-	-	-	-	-	1,255,000
Debt service	-	-	-	15,294,345	-	-	6,283,197	21,577,542
Total reserved	17,352,143	-	-	15,294,345	-	1,848,189	8,738,706	43,233,383
Unreserved, designated:								
Contingencies	12,000,000	-	-	-	-	-	-	12,000,000
Other*	16,907,664	8,506,218	4,802,604	-	6,128,690	-	2,076,529	38,421,705
Total unreserved, designated	28,907,664	8,506,218	4,802,604	-	6,128,690	-	2,076,529	50,421,705
Unreserved, undesignated:								
General Fund	2,386,387	-	-	-	-	-	-	2,386,387
Special revenue funds	-	6,141,192	2,672,855	-	-	-	602,712	9,416,759
Capital projects funds	-	-	-	-	794,581	(9,600,231)	306,700	(8,498,950)
Total fund balances	$ 48,646,194	$ 14,647,410	$ 7,475,459	$ 15,294,345	$ 6,923,271	$ (7,752,042)	$ 11,724,647	$ 96,959,284
***Other**								
Maintenance budget	$ 6,039,645	$ -	$ -	$ -	$ -	$ -	$ -	$ 6,039,645
Police K-9	22,524	-	-	-	-	-	-	22,524
Available RDA	52,395	-	-	-	-	-	-	52,395
Downtown commercial rehab	533,053	-	-	-	-	-	-	533,053
Code compliance	183,577	-	-	-	-	-	-	183,577
Storm water compliance	258,220	-	-	-	-	-	-	258,220
RDA formation	200,000	-	-	-	-	-	-	200,000
Park maintenance	235,000	-	-	-	-	-	-	235,000
Maintenance carry over	625,049	-	-	-	-	-	-	625,049
Future projects	1,126,262	-	-	-	-	-	-	1,126,262
Housing preservation	472,629	-	-	-	-	-	-	472,629
PERS	2,000,000	-	-	-	-	-	-	2,000,000
CIP carry over	5,159,310	8,506,218	4,802,604	-	6,128,690	-	2,076,529	26,673,351
Total other	$ 16,907,664	$ 8,506,218	$ 4,802,604	$ -	$ 6,128,690	$ -	$ 2,076,529	$ 38,421,705

10. FUND BALANCES FOR GOVERNMENTAL FUNDS, Continued

B. Deficit Fund Balances

For the year ended June 30, 2005, the following fund had deficit fund balances:

Special Revenue Fund	
Law Enforcement	$ 74,845
Capital Projects Fund:	
Redevelopment Agency	$ 7,752,042
Internal Service Fund:	
Workers' Compensation	$ 533,733

The Redevelopment Agency Capital Projects Fund had a fund deficit of $7,752,042, which will be reduced through the payments made to the advance from the City.

The Workers' Compensation Internal Service Fund had a fund deficit of $533,733. The City plans to review the rates charged to departments for workers' compensation insurance.

11. SELF-INSURANCE ACCRUED LIABILITIES

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City is self-insured for the first $500,000 in loss for each workers' compensation claim and the first $1,000,000 for each general liability claim, and up to $25,000 for each property damage claim. The City accounts for and finances its uninsured risks of loss in the Workers' Compensation Fund and Risk Management Fund. Excess insurance purchased from commercial carriers supplies excess coverage for each workers' compensation claim and up to $10,000,000 for each general liability claim. Settled claims have not exceeded this commercial coverage in any of the past seven fiscal years.

The claims liabilities in each of the self-insurance internal service funds are based on the results of actuarial studies and include amounts for claims incurred but not reported. Claims liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of payouts and other economic and social factors. General and workers' compensation liabilities are carried at an actuarially determined rate. It is the City's practice to obtain full actuarial studies biannually for general liability and workers' compensation coverage. Premiums are charged by the internal service self-insurance funds using various allocation methods that include actual costs, trends in claims experience, claim severity and claims frequency Revenues of the internal service self-insurance funds are expended to provide adequate resources to allay program administrative costs, preventative measures and to meet liabilities as they become due. Claims and judgments are generally liquidated by the Internal Service Fund.

11. SELF-INSURANCE ACCRUED LIABILITIES, Continued

The aggregate change in the balance of claims liabilities for the internal service self-insurance funds were as follows:

	June 30, 2005	June 30, 2004
Unpaid claims, beginning of year	$ 10,168,433	$ 10,086,029
Incurred claims and changes in estimates	1,591,768	2,972,005
Claim payments	(2,091,898)	(2,889,601)
Unpaid claims, end of year	$ 9,668,303	$ 10,168,433
Current portion	$ 2,626,184	$ 2,741,000
Noncurrent portion	7,042,119	7,427,433
Total claims and judgements payable	$ 9,668,303	$ 10,168,433

12. PENSION PLANS

A. California Public Employees' Retirement Plan (PERS)

Plan Description - The City contributes to the California Public Employees' Retirement System (PERS), an agent multiple-employer public employee defined benefit pension plan. PERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. PERS acts as a common investment and administrative agent for participating public entities within the State of California. Benefit provisions and all other requirements are established by state statute and city ordinance. Copies of PERS' annual financial report may be obtained from their Executive Office located at 400 P Street, Sacramento, California 95814.

Funding Policy - Active members are required by State statute to contribute 7 percent of their annual salary if a Miscellaneous member, and 15 percent if a Safety member. The City makes the required employee contributions for all Miscellaneous employees and Safety employees in the Fire, Fire Management, Police, Police Management and for the Fire Chief and Police Chief, which amounted to $3,505,262 for the year ended June 30, 2005 (Police Unit employees pay their own 9 percent). The City's employer required contributions rate for Safety employees was 31.437 percent and Miscellaneous was 3.776 percent for the fiscal year.

Annual Pension Cost - For 2004-2005, the City's annual pension cost of $6,191,114 for PERS was equal to the City's required and actual contributions. The required contribution was determined as part of the June 30, 2004, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions included: (a) 7.75 percent investment rate of return (net of administrative expenses), (b) projected salary increases range from 3.25 percent to 14.4 percent for miscellaneous employees and 3.25 percent to 11.1 percent for safety employees depending on age, service, and type of employment, and (c) 2 percent per year cost-of-living adjustments.

12. PENSION PLANS, Continued

A. California Public Employees' Retirement Plan (PERS), Continued

Both (a) and (b) included an inflation component of 3.0 percent. The actuarial value of PERS assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a three-year period. PERS unfunded actuarial accrued liability (or surplus) is being amortized as a level percentage of projected payroll on a closed basis. The amortization period at June 30, 2003, was 30 years for miscellaneous employees and 30 years for safety employees for prior and current service unfunded liability.

THREE-YEAR TREND INFORMATION FOR PERS

Fiscal Year	Pension Cost (APC)	APC Contributed	Net Pension Obligation
6/30/2003	$ 872,224	100%	$ -
6/30/2004	2,990,877	100%	-
6/30/2005	6,191,114	100%	-

13. JOINT VENTURE TRANSACTIONS

A. South Coast Area Transit

The City is a participant in a joint venture agreement with the cities of Port Hueneme, Ojai, Oxnard, and the County of Ventura for investment in a public bus transportation system, South Coast Area Transit (SCAT). As of June 30, 2005, the City held a 37.70 percent interest in SCAT based upon the number of service miles in the City. The City's net equity in SCAT accounted for under the equity method was $3,732,695 or 40.01 percent at June 30, 2005. The City's share of SCAT's net operating loss was $695,876 for the fiscal year ended June 30, 2005, and the City's share of SCAT's capital grants was $551,081 resulting in a net decrease in equity in fiscal year 2003-2004 of $144,796. Complete separate financial statements are available from the SCAT office at 301 East Third Street, Oxnard, CA 93030.

14. COMMITMENTS AND CONTINGENCIES

A. Lawsuits in the Normal Course of Business

The City is presently involved in certain matters of litigation that have arisen in the normal course of conducting City business. City management believes, based upon consultation with the City Attorney, that these cases, in the aggregate, are not expected to result in a material adverse financial impact on the City. Additionally, City management believes that the City's insurance programs are sufficient to cover any potential losses should an unfavorable outcome materialize.

14. COMMITMENTS AND CONTINGENCIES, Continued

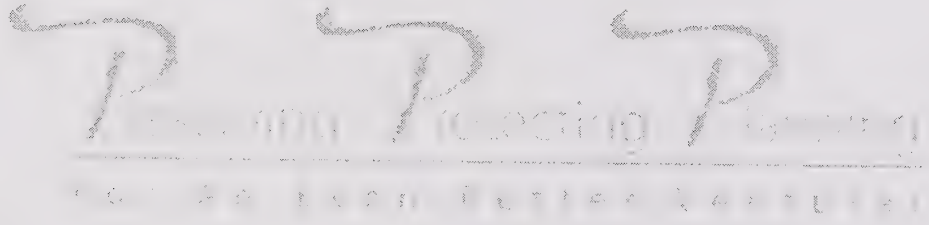
B. Agreement with Macerich Buenaventura Limited Partnership

The City entered into an agreement with Macerich Buenaventura Limited Partnership (Developer) for the development of Pacific View Mall (Mall), which is located within the City's boundaries. The Developer agreed to make improvements to the Mall in exchange for sales tax rebates. The improvements include three projects on-site, off-site, and transit facility improvements. Upon completion of the projects, the on-site and transit facility assets will be the property of the Developer. The off-site improvements are public domain assets and will be donated to the City by the Developer. The agreement provides for 80 percent sales tax revenue rebates to the Developer over a base amount calculated as average sales tax revenue before the improvements are made. Payments are to be made for twenty years, beginning February 1, 2001, or until a maximum dollar amount of $32,300,000 (for all three projects) has been dispersed, whichever comes first. Total payments made by the City as of June 30, 2005, were $3,479,497. If the twenty years has elapsed and the maximum dollar amount has not been reached, the Developer has the right to appeal for further payments for an additional two years. The City does have the option to prepay the maximum dollar amount. There is no minimum amount due and if sales tax revenues do not exceed the base level, the City's payments would be zero.

C. Federal and State Grant Programs

The City participates in several federal and state grant programs. These programs have been audited by the City's independent auditors in accordance with the provisions of the federal Single Audit Act, as amended, and applicable state requirements. No cost disallowances were proposed as a result of these audits; however, these programs are still subject to further examination by the grantors and the amount, if any, of expenditures, which may be disallowed by the granting agencies, cannot be determined at this time. The City expects such amounts, if any, to be immaterial.

As of June 30, 2005, in the opinion of City management, there were no additional outstanding matters that would have a significant effect on the financial position of the funds of the City.



REQUIRED SUPPLEMENTARY INFORMATION

REQUIRED SUPPLEMENTARY INFORMATION

City of San Buenaventura
Required Supplementary Information
For the year ended June 30, 2005

1. BUDGETARY INFORMATION

Through the budget, the City Council sets the direction of the City, allocates its resources and establishes its priorities. The Annual Budget assures the efficient and effective use of the City's economic resources, as well as establishing that the highest priority objectives are accomplished.

The Annual Budget serves the fiscal period July 1 to June 30, and is a vehicle that accurately and openly communicates these priorities to the community, businesses, vendors, employees and other public agencies. Additionally, it establishes the foundation of effective financial planning by providing resource planning, and controls that permit the evaluation and adjustment of the City's performance.

The City prepares a one-year budget. The annual budgets are adopted on a basis consistent with generally accepted accounting principles for the General, special revenue and debt service funds. All annual appropriations expire at the end of the year. Capital projects funds adopt project-length plans.

The Administrative Services Department, working with all operating departments and the City Manager, develops a preliminary budget. On or before May 1 each year, the City Manager transmits the proposed budget to the City Council. The proposed budget includes both the sources and types of funds for the proposed expenditures. The City Council conducts public hearings on the proposed budget prior to June 30. On or before July 1, the budget is adopted and enacted by the City Council.

The appropriated budget is prepared by fund, department, and division. City department heads may make transfers of appropriations within their department. All transfers between departments require approval of the City Council. The legal level of budgetary control is at the department level for the General Fund and at the fund level for all other governmental funds. Appropriation revisions made during the year ended June 30, 2005, were not significant.

Encumbrance accounting is employed in governmental funds. Encumbrances (e.g., purchase orders, contracts) outstanding at year-end are reported as reservations of fund balances and do not constitute expenditures or liabilities. The commitments will be re-appropriated and honored in the subsequent year.

1. BUDGETARY INFORMATION, Continued

Following are the budget comparison schedules for the General Fund and all major special revenue funds.

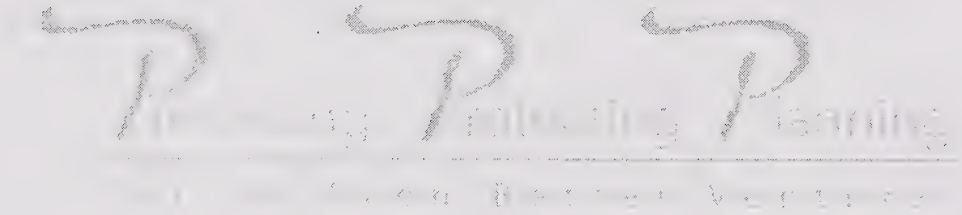
Budget Comparison Schedule, General Fund

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 47,099,898	$ 47,099,898	$ 47,099,898	$ -
Resources (inflows):				
Taxes	52,430,659	53,389,813	53,545,428	155,615
Licenses and permits	1,141,582	1,305,582	1,579,719	274,137
Intergovernmental	6,697,180	8,108,614	8,373,813	265,199
Charges for services	6,480,839	6,635,839	6,402,412	(233,427)
Fine and forfeitures	1,574,717	1,574,717	1,820,848	246,131
Use of money and property	2,605,506	2,656,434	2,492,807	(163,627)
Other revenue	3,235,477	4,140,157	3,998,861	(141,296)
Transfers from other funds	5,347,563	5,251,063	5,093,048	(158,015)
Amount available for appropriations	79,513,523	83,062,219	83,306,936	244,717
Charges to appropriations (outflows):				
General government	5,766,462	5,898,039	5,706,403	191,636
Human resources	2,507,360	2,548,464	2,402,167	146,297
Administrative services	4,464,812	4,632,849	4,308,317	324,532
Community development	3,412,378	4,237,973	3,360,216	877,757
Community services	6,447,620	6,743,319	5,825,207	918,112
Public safety - police	25,890,268	26,065,298	25,248,757	816,541
Public safety - fire	16,314,301	16,634,150	15,828,561	805,589
Public works	14,058,047	15,267,000	12,920,959	2,346,041
Capital outlays	250,669	414,802	179,838	234,964
Principal retirement	-	-	62,385	(62,385)
Interest and other charges	-	-	3,337	(3,337)
Transfers to other funds	5,625,766	5,709,168	5,914,493	(205,325)
Total charges to appropriations	84,737,683	88,151,062	81,760,640	6,390,422
Excess of resources over (under) charges to appropriations	(5,224,160)	(5,088,843)	1,546,296	6,635,139
Fund balance, June 30	$ 41,875,738	$ 42,011,055	$ 48,646,194	$ 6,635,139

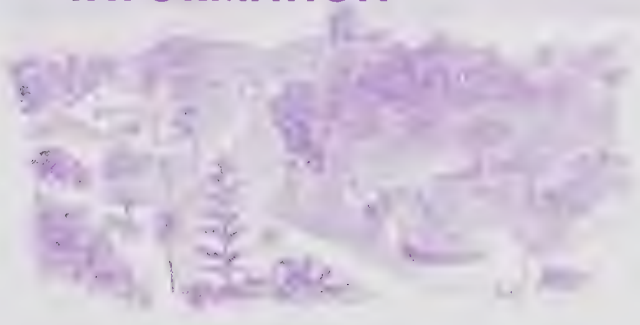
1. BUDGETARY INFORMATION, Continued

Budget Comparison Schedule, Gas Tax Special Revenue Fund

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 13,450,444	$ 13,450,444	$ 13,450,444	$ -
Resources (inflows):				
Taxes	1,000,000	1,000,000	2,302,593	1,302,593
Intergovernmental	10,899,106	11,084,091	3,801,601	(7,282,490)
Use of money and property	278,794	281,711	400,703	118,992
Other revenue	245,407	944,182	620,677	(323,505)
Transfers from other funds	-	1,275,652	714,313	(561,339)
Amount available for appropriations	12,423,307	14,585,636	7,839,887	(6,745,749)
Charges to appropriations (outflows):				
Capital outlays	18,891,209	22,097,619	5,353,717	16,743,902
Transfers to other funds	231,500	1,986,064	1,289,204	696,860
Total charges to appropriations	19,122,709	24,083,683	6,642,921	17,440,762
Excess of resources over (under) charges to appropriations	(6,699,402)	(9,498,047)	1,196,966	10,695,013
Fund balance, June 30	$ 6,751,042	$ 3,952,397	$ 14,647,410	$ 10,695,013



SUPPLEMENTARY INFORMATION



SUPPLEMENTARY INFORMATION

NON-MAJOR GOVERNMENTAL FUNDS

NON-MAJOR GOVERNMENTAL FUNDS

Supplemental Law Enforcement Services Fund – To account for the enactment of Assembly Bill 3229 in the California State Budget to be used for front-line municipal police services.

Law Enforcement Fund – To account for revenue and costs related to special narcotics investigations and for providing police services on a contractual basis to other entities.

Public Art Fund – To account for revenue and expenditures related to the City's Public Art Program.

Maintenance Assessment Districts – To account for funds held in trust by the City as collected from property assessments to be used for maintenance for improvements such as landscape and lighting.

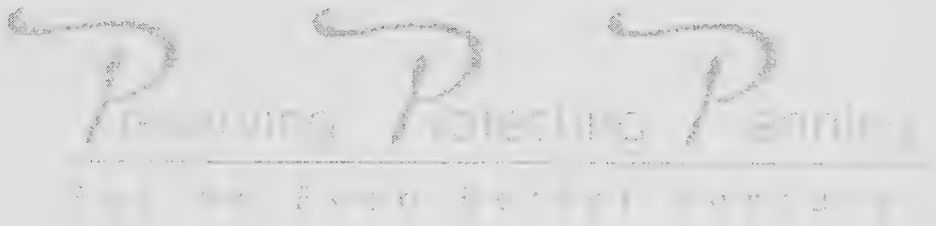
Street Lighting Fund – To account for street lighting revenue and expenditures for the City.

City of San Buenaventura Municipal Improvement Revenue Bonds Fund – To account for the accumulation of resources and payment of long-term debt principal and interest for the parking structure leaseback and Revenue Refunding Bonds.

Redevelopment Agency Debt Service Fund – To account for the accumulation of resources and payment of general long-term debt principal and interest by the Redevelopment Agency.

Housing and Community Development Block Grant Capital Projects Fund – To account for the revenue and expenditures related to Federal community development block grants.

Portobello Dredging Fund – To account for improvements and dredging of the Portobello canal.


Preserving Protecting Planning

City of San Buenaventura
Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2005

	Special Revenue			
	Supplemental Law Enforcement Services	Law Enforcement	Public Art	Maintenance Assessment
ASSETS				
Assets:				
Cash and investments	$ -	$ -	$ 2,644,181	$ 180,400
Restricted cash and investments	-	-	-	-
Accounts receivable, net	-	-	-	-
Due from others	-	-	-	5,356
Due from other governments	-	260,435	-	-
Loans and notes receivable	-	-	-	-
Total assets	$ -	$ 260,435	$ 2,644,181	$ 185,756
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	$ -	$ 104,465	$ 2,000	$ 4,696
Deferred revenue	-	230,815	-	-
Due to other governments	-	-	-	-
Total liabilities	-	335,280	2,000	4,696
Fund Balances:				
Reserved:				
Encumbrances	-	192,890	-	-
Loans and notes receivable	-	-	-	-
Debt service	-	-	-	-
Unreserved, designated:				
Other	-	-	2,076,529	-
Unreserved, undesignated				
Special revenue funds	-	(267,735)	565,652	181,060
Capital projects funds	-	-	-	-
Total fund balances	-	(74,845)	2,642,181	181,060
Total liabilities and fund balances	$ -	$ 260,435	$ 2,644,181	$ 185,756

Special Revenue	Debt Service		Capital Projects		
Street Lighting	Municipal Improvement Revenue Bonds	Redevelopment Agency	Housing and Community Development Block Grant	Portobello Dredging	Total Other Governmental Funds
$ 167,785	$ 4,385,422	$ -	$ 603,372	$ 1,252,995	$ 9,234,155
-	1,367,253	530,522	-	-	1,897,775
7,456	-	-	-	-	7,456
-	-	-	-	-	5,356
21,332	-	-	207,778	-	489,545
-	-	-	2,262,620	-	2,262,620
$ 196,573	$ 5,752,675	$ 530,522	$ 3,073,770	$ 1,252,995	$ 13,896,907
			3,073,770		
$ 72,838	$ -	$ -	$ 18,598	$ -	$ 202,597
-	-	-	306	-	231,121
-	-	-	1,738,542	-	1,738,542
72,838	-	-	1,757,446	-	2,172,260
-	-	-	-	-	192,890
-	-	-	2,262,619	-	2,262,619
-	5,752,675	530,522	-	-	6,283,197
-	-	-	-	-	2,076,529
123,735	-	-	-	-	602,712
-	-	-	(946,295)	1,252,995	306,700
123,735	5,752,675	530,522	1,316,324	1,252,995	11,724,647
$ 196,573	$ 5,752,675	$ 530,522	$ 3,073,770	$ 1,252,995	$ 13,896,907

City of San Buenaventura
Combined Statement of Revenues, Expenditures and Changes in Fund Balances
Non-Major Governmental Funds
For the year ended June 30, 2005

	Special Revenue			
	Supplemental Law Enforcement Services	Law Enforcement	Public Art	Maintenance Assessment
REVENUES:				
Taxes	$ -	$ -	$ -	$ 225,281
Intergovernmental	154,169	468,984	-	-
Charges for services	-	-	-	-
Use of money and property	216	649	64,539	3,983
Other	-	31,188	-	-
Total revenues	154,385	500,821	64,539	229,264
EXPENDITURES:				
Current:				
Public works	-	-	-	144,848
Public safety - police	368,621	626,089	-	-
Capital outlays	-	122,191	149,235	-
Debt service:				
Principal retirement	-	-	-	-
Interest and other charges	-	-	-	-
Total expenditures	368,621	748,280	149,235	144,848
REVENUES OVER (UNDER) EXPENDITURES	(214,236)	(247,459)	(84,696)	84,416
OTHER FINANCING SOURCES (USES):				
Transfers in	206,417	130,741	72,290	-
Transfers out	-	-	-	(48,552)
Total other financing sources (uses)	206,417	130,741	72,290	(48,552)
Net change in fund balances	(7,819)	(116,718)	(12,406)	35,864
FUND BALANCES:				
Beginning of year	7,819	41,873	2,654,587	145,196
End of year	$ -	$ (74,845)	$ 2,642,181	$ 181,060

Special Revenue	Debt Service		Capital Projects		
Street Lighting	Municipal Improvement Revenue Bonds	Redevelopment Agency	Housing and Community Development Block Grant	Portobello Dredging	Total Other Governmental Funds
$ -	$ -	$ -	$ -	$ -	$ 225,281
7,863	-	-	1,509,465	-	2,140,481
884,943	-	-	-	-	884,943
1,059	176,102	20,386	20,019	8,705	295,658
-	-	-	-	-	31,188
893,865	176,102	20,386	1,529,484	8,705	3,577,551
899,064	-	-	-	-	1,043,912
-	-	-	-	-	994,710
-	-	-	1,774,376	12,024	2,057,826
-	605,689	205,000	-	-	810,689
-	883,839	283,393	-	-	1,167,232
899,064	1,489,528	488,393	1,774,376	12,024	6,074,369
(5,199)	(1,313,426)	(468,007)	(244,892)	(3,319)	(2,496,818)
-	-	466,194	-	-	875,642
-	-	-	(16,159)	-	(64,711)
-	-	466,194	(16,159)	-	810,931
(5,199)	(1,313,426)	(1,813)	(261,051)	(3,319)	(1,685,887)
128,934	7,066,101	532,335	1,577,375	1,256,314	13,410,534
$ 123,735	$ 5,752,675	$ 530,522	$ 1,316,324	$ 1,252,995	$ 11,724,647

City of San Buenaventura

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Certificates of Participation Debt Obligation Debt Service Fund

For the year ended June 30, 2005

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 23,834,455	$ 23,834,455	$ 23,834,455	$ -
Resources (inflows):				
Use of money and property	300,000	300,000	471,005	171,005
Transfers from other funds	4,030,116	4,388,266	4,356,526	(31,740)
Amount available for appropriation	4,330,116	4,688,266	4,827,531	139,265
Charges to appropriations (outflows):				
Principal retirement	1,875,000	1,875,000	1,875,000	-
Interest and fiscal charges	2,515,755	2,515,755	2,503,645	12,110
Transfers to other funds	10,328,262	22,613,885	8,988,996	13,624,889
Total charges to appropriations	14,719,017	27,004,640	13,367,641	13,636,999
Excess of resources over (under) charges to appropriations	(10,388,901)	(22,316,374)	(8,540,110)	13,776,264
Fund balance, June 30	$ 13,445,554	$ 1,518,081	$ 15,294,345	$ 13,776,264

City of San Buenaventura

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Supplemental Law Enforcement Services Special Revenue Fund

For the year ended June 30, 2005

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Fund balance, July 1	$ 7,819	$ 7,819	$ 7,819	$ -
Resources (inflows):				
Intergovernmental	155,369	155,369	154,169	(1,200)
Use of money and property	2,092	2,092	216	(1,876)
Transfer from other funds	231,780	231,780	206,417	(25,363)
Amount available for appropriation	389,241	389,241	360,802	(28,439)
Charges to appropriations (outflows):				
Public safety - police	389,241	389,241	368,621	20,620
Total charges to appropriations	389,241	389,241	368,621	20,620
Excess of resources over (under) charges to appropriations	-	-	(7,819)	(7,819)
Fund balance, June 30	$ 7,819	$ 7,819	$ -	$ (7,819)

City of San Buenaventura

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Law Enforcement Special Revenue Fund

For the year ended June 30, 2005

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 41,873	$ 41,873	$ 41,873	$ -
Resources (inflows):				
Intergovernmental	407,211	838,208	468,984	(369,224)
Charges for services	5,000	5,000	-	(5,000)
Use of money and property	-	-	649	649
Other	13,619	32,795	31,188	(1,607)
Transfers from other funds	221,810	224,306	130,741	(93,565)
Amount available for appropriation	647,640	1,100,309	631,562	(468,747)
Charges to appropriations (outflows):				
Public safety - police	647,640	970,997	626,089	344,908
Capital outlays	-	226,255	122,191	104,064
Total charges to appropriations	647,640	1,197,252	748,280	448,972
Excess of resources over (under) charges to appropriations	-	(96,943)	(116,718)	(19,775)
Fund balance, June 30	$ 41,873	$ (55,070)	$ (74,845)	$ (19,775)

City of San Buenaventura

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Public Art Special Revenue Fund

For the year ended June 30, 2005

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 2,654,587	$ 2,654,587	$ 2,654,587	$ -
Resources (inflows):				
Use of money and property	-	-	64,539	64,539
Transfers from other funds	-	72,290	72,290	-
Amount available for appropriation	-	72,290	136,829	64,539
Charges to appropriations (outflows):				
Capital outlays	1,192,493	1,524,486	149,235	1,375,251
Total charges to appropriations	1,192,493	1,524,486	149,235	1,375,251
Excess of resources over (under) charges to appropriations	(1,192,493)	(1,452,196)	(12,406)	1,439,790
Fund balance, June 30	$ 1,462,094	$ 1,202,391	$ 2,642,181	$ 1,439,790

City of San Buenaventura

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Maintenance Assessment Special Revenue Fund

For the year ended June 30, 2005

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 145,196	$ 145,196	$ 145,196	$ -
Resources (inflows):				
Taxes	354,422	354,422	225,281	(129,141)
Use of money and property	4,741	4,741	3,983	(758)
Amount available for appropriation	359,163	359,163	229,264	(129,899)
Charges to appropriations (outflows):				
Public works	305,438	305,438	144,848	160,590
Transfers to other funds	53,725	53,725	48,552	5,173
Total charges to appropriations	359,163	359,163	193,400	165,763
Excess of resources over (under) charges to appropriations	-	-	35,864	35,864
Fund balance, June 30	$ 145,196	$ 145,196	$ 181,060	$ 35,864

City of San Buenaventura

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Street Lighting Special Revenue Fund

For the year ended June 30, 2005

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 128,934	$ 128,934	$ 128,934	$ -
Resources (inflows):				
Intergovernmental	3,060	3,060	7,863	4,803
Charges for services	879,351	879,351	884,943	5,592
Use of money and property	700	700	1,059	359
Amount available for appropriation	883,111	883,111	893,865	10,754
Charges to appropriations (outflows):				
Public works	940,365	940,365	899,064	41,301
Total charges to appropriations	940,365	940,365	899,064	41,301
Excess of resources over (under) charges to appropriations	(57,254)	(57,254)	(5,199)	52,055
Fund balance, June 30	$ 71,680	$ 71,680	$ 123,735	$ 52,055

City of San Buenaventura

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Municipal Improvement Revenue Bonds Debt Service Fund

For the year ended June 30, 2005

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 7,066,101	$ 7,066,101	$ 7,066,101	$ -
Resources (inflows):				
Use of money and property	232,921	232,921	176,102	(56,819)
Amount available for appropriation	232,921	232,921	176,102	(56,819)
Charges to appropriations (outflows):				
Principal retirement	605,689	605,689	605,689	-
Interest and other charges	890,330	890,330	883,839	6,491
Total charges to appropriations	1,496,019	1,496,019	1,489,528	6,491
Excess of resources over (under) charges to appropriations	(1,263,098)	(1,263,098)	(1,313,426)	(50,328)
Fund balance, June 30	$ 5,803,003	$ 5,803,003	$ 5,752,675	$ (50,328)

City of San Buenaventura

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Redevelopment Agency Debt Service Fund

For the year ended June 30, 2005

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 532,335	$ 532,335	$ 532,335	$ -
Resources (inflows):				
Use of money and property	20,138	20,138	20,386	(248)
Transfers from other funds	484,333	484,333	466,194	(18,139)
Amount available for appropriation	504,471	504,471	486,580	(17,891)
Charges to appropriations (outflows):				
Principal retirement	205,000	205,000	205,000	-
Interest and other charges	299,471	299,471	283,393	16,078
Total charges to appropriations	504,471	504,471	488,393	16,078
Excess of resources over (under) charges to appropriations	-	-	(1,813)	(1,813)
Fund balance, June 30	$ 532,335	$ 532,335	$ 530,522	$ (1,813)

Protecting Planning
For An Even Better Ventura!

INTERNAL SERVICE FUNDS

INTERNAL SERVICE FUNDS

Computer Replacement Fund – To account for costs related to the replacement and maintenance of the City's computer infrastructure. Costs are recovered through a monthly user fee charged to City departments.

Equipment Services Fund – To account for costs related to operation of the central garage and fleet maintenance system, which provides vehicles for all City departments. Costs are recovered through a monthly user fee charged to City departments.

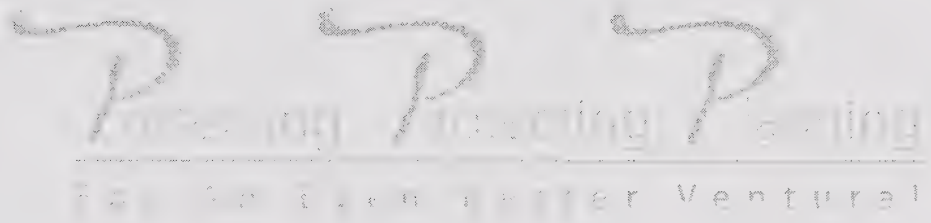
Building Maintenance Fund – To account for costs related to providing building maintenance services to all City departments. A monthly fee, based on office square footage, is charged to City departments to recover these costs.

Reproduction Services Fund – To account for costs related to printing and reproduction of materials by all City departments. Costs are recovered through a monthly user fee charged to City departments using the service.

Workers' Compensation Fund – To account for costs and liabilities related to the Workers' Compensation Program. Costs are recovered through a monthly fee based on employee type charges to City departments.

Employee Fringe Benefits Fund – To account for costs and liabilities related to health, life, dental, and disability insurances, public employees' retirement system, federal and state taxes, association dues, leave time benefits, and miscellaneous deductions paid by the City on behalf of the employees. A bi-weekly employee benefit charge based on a percentage of gross payroll is charged to City departments to recover these costs.

Risk Management Fund – To account for costs of providing public liability insurance coverage to operating funds. Costs are recovered from those funds which benefit from the insurance coverage.



City of San Buenaventura
Combining Statement of Net Assets
All Internal Service Funds
June 30, 2005

	Computer Replacement	Equipment Services	Building Maintenance
ASSETS			
Current assets:			
Cash and investments	$ 1,820,672	$ 3,487,950	$ 139,323
Accounts receivable, net	-	6,980	24,503
Due from others	-	650	-
Due from other governments	-	-	208,000
Notes receivable	-	-	-
Total current assets	1,820,672	3,495,580	371,826
Noncurrent assets:			
Capital assets:			
Depreciable, net	66,945	6,122,406	116,279
Total assets	1,887,617	9,617,986	488,105
LIABILITIES			
Current liabilities:			
Accounts payable	98,520	42,270	73,104
Contracts payable	-	-	78,513
Accrued payroll liabilities	-	-	-
Claims and judgments payable	-	-	-
Compensated absences payable	-	-	-
Long term debt - due within one year	-	-	6,122
Total current liabilities	98,520	42,270	157,739
Noncurrent liabilities:			
Claims and judgments payable	-	-	-
Compensated absences payable	-	-	-
Long term debt - due in more than one year	-	-	201,878
Total noncurrent liabilities	-	-	201,878
Total liabilities	98,520	42,270	359,617
NET ASSETS			
Invested in capital assets	66,945	6,122,406	116,279
Unrestricted	1,722,152	3,453,310	12,209
Total net assets	$ 1,789,097	$ 9,575,716	$ 128,488

Reproduction Services	Workers' Compensation	Employee Fringe Benefits	Risk Management	Total
$ 131,386	$ 7,911,701	$ 6,826,752	$ 5,179,879	$ 25,497,663
-	-	147,282	-	178,765
-	-	14,329	-	14,979
-	-	-	-	208,000
-	-	325,000	-	325,000
131,386	7,911,701	7,313,363	5,179,879	26,224,407
116,089	-	5,689	425,922	6,853,330
247,475	7,911,701	7,319,052	5,605,801	33,077,737
2,247	31,065	1,552	82,527	331,285
-	-	-	77,723	156,236
-	-	2,144,321	-	2,144,321
-	2,412,330	-	213,854	2,626,184
-	-	454,555	-	454,555
-	-	-	-	6,122
2,247	2,443,395	2,600,428	374,104	5,718,703
-	6,002,039	-	1,040,080	7,042,119
-	-	3,630,484	-	3,630,484
-	-	-	-	201,878
-	6,002,039	3,630,484	1,040,080	10,874,481
2,247	8,445,434	6,230,912	1,414,184	16,593,184
116,089	-	5,689	425,922	6,853,330
129,139	(533,733)	1,082,451	3,765,695	9,631,223
$ 245,228	$ (533,733)	$ 1,088,140	$ 4,191,617	$ 16,484,553

City of San Buenaventura
Combining Statement of Activities and Changes in Net Assets
All Internal Service Funds
For the year ended June 30, 2005

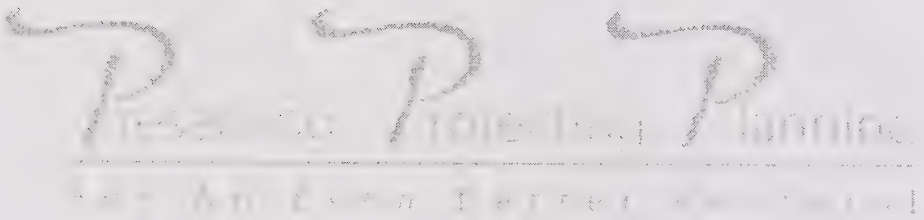
	Computer Replacement	Equipment Services	Building Maintenance
OPERATING REVENUES:			
Internal service charges	$ 787,018	$ 3,628,953	$ 3,350,745
Other operating revenues	-	47,445	61,120
Total operating revenues	787,018	3,676,398	3,411,865
OPERATING EXPENSES:			
Salaries and benefits	396,167	902,683	647,609
Contractual services	73,131	24,831	1,502,377
Materials and supplies	124,773	1,149,394	339,278
General and administrative	541,968	174,365	1,085,794
Insurance premiums and settlements	-	-	-
Depreciation	18,722	940,870	17,792
Total operating expenses	1,154,761	3,192,143	3,592,850
OPERATING INCOME (LOSS)	(367,743)	484,255	(180,985)
NONOPERATING REVENUES (EXPENSES):			
Investment income (loss)	(764)	(1,464)	(60)
Total nonoperating revenues	(764)	(1,464)	(60)
Income before transfers	(368,507)	482,791	(181,045)
Transfers in	1,530,302	-	13,948
Transfers out	-	-	(250,000)
Change in net assets	1,161,795	482,791	(417,097)
NET ASSETS:			
Beginning of year	627,302	9,092,925	545,585
End of year	$ 1,789,097	$ 9,575,716	$ 128,488

Reproduction Services	Workers' Compensation	Employee Fringe Benefits	Risk Management	Total
$ 308,720	$ 5,718,735	$ 16,961,591	$ 2,036,455	$ 32,792,217
-	816	278	145,166	254,825
308,720	5,719,551	16,961,869	2,181,621	33,047,042
171,262	169,726	812,212	115,960	3,215,619
53,367	359,841	37,739	869,140	2,920,426
58,036	4,034	-	98,772	1,774,287
16,679	399,704	11,621,544	30,168	13,870,222
-	2,010,171	4,722,481	1,090,711	7,823,363
18,227	-	566	1,596	997,773
317,571	2,943,476	17,194,542	2,206,347	30,601,690
(8,851)	2,776,075	(232,673)	(24,726)	2,445,352
(55)	(3,322)	(2,874)	(2,190)	(10,729)
(55)	(3,322)	(2,874)	(2,190)	(10,729)
(8,906)	2,772,753	(235,547)	(26,916)	2,434,623
-	-	-	-	1,544,250
-	-	(1,137,139)	(2,000,000)	(3,387,139)
(8,906)	2,772,753	(1,372,686)	(2,026,916)	591,734
254,134	(3,306,486)	2,460,826	6,218,533	15,892,819
$ 245,228	$ (533,733)	$ 1,088,140	$ 4,191,617	$ 16,484,553

City of San Buenaventura
Combining Statement of Cash Flows
All Internal Service Funds
For the year ended June 30, 2005

	Computer Replacement	Equipment Services	Building Maintenance
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash received from customers/other funds	$ 787,018	$ 3,634,643	$ 3,130,620
Cash payments to suppliers for goods and services	(1,280,627)	(1,355,314)	(2,648,697)
Cash payments to employees for services	(396,167)	(902,683)	(647,609)
Insurance premiums and settlements	-	-	-
Other operating revenues	-	47,445	61,120
Net cash provided (used) by operating activities	(889,776)	1,424,091	(104,566)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Transfers to other funds	-	-	(250,000)
Transfers from other funds	1,530,302	-	13,948
Net cash provided (used) by noncapital financing activities	1,530,302	-	(236,052)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Purchase of capital assets	-	(318,202)	-
Proceeds from the disposal of capital assets	-	79,123	-
Net cash (used) by capital and related financing activities	-	(239,079)	-
CASH FLOWS FROM INVESTING ACTIVITIES:			
Investment income, net	(764)	(1,464)	(60)
Net cash provided (used) by investing activities	(764)	(1,464)	(60)
Net increase (decrease) in cash and cash equivalents	639,762	1,183,548	(340,678)
CASH AND INVESTMENTS:			
Beginning of year	1,180,910	2,304,402	480,001
End of year	$ 1,820,672	$ 3,487,950	$ 139,323
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:			
Operating income (loss)	$ (367,743)	$ 484,255	$ (180,985)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation	18,722	940,870	17,792
Changes in assets and liabilities:			
Accounts receivable	-	(3,139)	(12,885)
Due from others	-	8,829	760
Due from other governments	-	-	(208,000)
Accounts payable	(540,755)	(6,724)	(7,761)
Contracts payable	-	-	78,513
Accrued payroll liabilities	-	-	-
Claims and judgments payable	-	-	-
Compensated absences payable	-	-	-
Loans payable	-	-	208,000
Total adjustments	(522,033)	939,836	76,419
Net cash provided (used) by operating activities	$ (889,776)	$ 1,424,091	$ (104,566)

Reproduction Services	Workers' Compensation	Employee Fringe Benefits	Risk Management	Total
$ 310,965	$ 5,718,735	$ 16,985,547	$ 2,036,455	$ 32,603,983
(131,636)	(735,506)	(11,672,453)	(937,785)	(18,762,018)
(171,262)	(169,726)	(812,212)	(115,960)	(3,215,619)
-	(2,291,320)	(4,371,530)	(1,309,692)	(7,972,542)
-	816	278	145,166	254,825
8,067	2,522,999	129,630	(181,816)	2,908,629
-	-	(1,137,139)	(2,000,000)	(3,387,139)
-	-	-	-	1,544,250
-	-	(1,137,139)	(2,000,000)	(1,842,889)
-	-	-	(90,948)	(409,150)
-	-	-	-	79,123
-	-	-	(90,948)	(330,027)
(55)	(3,322)	(2,874)	(2,190)	(10,729)
(55)	(3,322)	(2,874)	(2,190)	(10,729)
8,012	2,519,677	(1,010,383)	(2,274,954)	724,984
123,374	5,392,024	7,837,135	7,454,833	24,772,679
$ 131,386	$ 7,911,701	$ 6,826,752	$ 5,179,879	$ 25,497,663
$ (8,851)	$ 2,776,075	$ (232,673)	$ (24,726)	$ 2,445,352
18,227	-	566	1,596	997,773
2,245	-	26,136	-	12,357
-	-	(2,180)	-	7,409
-	-	-	-	(208,000)
(3,554)	28,073	(13,170)	(13,828)	(557,719)
-	-	-	74,123	152,636
-	-	302,270	-	302,270
-	(281,149)	-	(218,981)	(500,130)
-	-	48,681	-	48,681
-	-	-	-	208,000
16,918	(253,076)	362,303	(157,090)	463,277
$ 8,067	$ 2,522,999	$ 129,630	$ (181,816)	$ 2,908,629



FIDUCIARY FUNDS

FIDUCIARY FUNDS

Portobello Assessment District Fund – To account for the funds held in trust by the City as collected from property assessments to be used for payment of debt service on special assessment bonds issued to fund improvements and maintenance of the Portobello Canal.

City of San Buenaventura
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2005

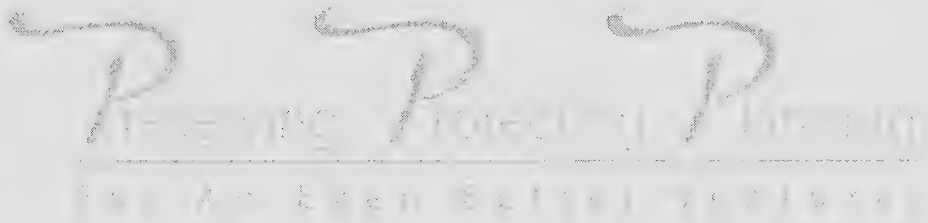
	Agency Funds Portobello Assessment District
ASSETS	
Cash and investments	$ 95,808
LIABILITIES	
Deposits held for others	$ 95,808

City of San Buenaventura
Statement of Changes in Assets and Liabilities
Fiduciary Funds
For the year ended June 30, 2005

	Balance July 1, 2004	Additions	Deductions	Balance June 30, 2005
Portobello Assessment District				
Assets:				
Cash and investments	$ 106,983	$ -	$ 11,175	$ 95,808
Liabilities:				
Deposits held for others	$ 106,983	$ -	$ 11,175	$ 95,808

STATISTICAL SECTION

STATISTICAL SECTION


Preserving Protecting Promoting

City of San Buenaventura
General Governmental Expenditures - By Function
Last ten fiscal years

Year ended June 30,	General Government	Human Resources	Administrative Services (1)	Community Development	Community Services (2)	Public Safety - Police (3)
1996	$ 3,136,637	$ -	$ 4,088,076	$ -	$ 6,383,283	$ 14,859,364
1997	3,036,250	-	4,547,141	-	6,530,240	14,934,206
1998	3,827,540	-	4,693,645	-	6,871,341	15,947,746
1999	4,349,844	-	6,194,929	-	6,429,846	16,857,779
2000	3,583,109	-	6,463,119	-	6,552,348	18,357,584
2001	3,506,016	-	6,292,948	-	6,288,388	19,694,341
2002	2,310,890	2,109,414	4,539,650	6,203,649	5,108,660	20,926,224
2003	2,458,220	2,365,650	4,196,014	2,942,465	5,195,320	21,698,793
2004	3,964,093	2,163,885	4,117,355	2,953,387	5,575,664	24,352,859
2005	5,706,403	2,402,167	4,308,317	3,360,216	5,825,207	26,243,467

(1) Prior to 1996, Administrative Services expenditures were included under General Government expenditures.

(2) Through an organizational realignment in 1996, Community Services assumed recreational activity expenditures previously included under the Park and Recreation category.

(3) Prior to 1996, Public Safety - Police and Public Safety - Fire expenditures were reported under one category.

(4) Through an organizational realignment in 1996, Public Works assumed parks maintenance expenditures previously included under the Parks and Recreation category.

The presentation of this data includes General, Special Revenue, Debt Service and Capital Projects Funds.

Source: Administrative Services Department, City of San Buenaventura

Public Safety - Fire (3)	Public Works (4)	Park and Recreation (2, 4)	Non-Departmental	Capital Outlay	Debt Service	Total
$ 9,047,740	$ 7,481,570	$ -	$ 2,074,236	$ 12,223,905	$ 10,423,451	$ 69,718,262
9,146,622	7,050,336	-	1,689,060	14,288,892	5,663,369	66,886,116
9,376,580	7,293,770	-	1,725,617	26,018,431	25,254,859	101,009,529
9,933,550	8,267,253	-	144,283	21,033,345	3,601,187	76,812,016
10,711,244	8,568,504	-	52,495	23,545,745	4,684,039	82,518,187
11,957,150	8,823,997	-	757,944	23,774,599	4,146,956	85,242,339
11,430,213	29,009,974	-	940,201	21,015,771	8,209,183	111,803,829
12,913,181	12,636,440	-	1,478,651	14,605,554	26,234,806	106,725,094
14,878,097	13,205,851	-	-	22,230,168	6,501,807	99,943,166
15,828,561	13,964,871	-	-	21,175,816	6,922,288	105,737,313

City of San Buenaventura
General Governmental Revenues - By Source
Last ten fiscal years

Year ended June 30,	Taxes	Licenses and Permits	Intergovernmental-Revenue	Charges for Services	Fines and Forfeitures
1996	$ 35,933,066	$ 678,952	$ 10,887,477	$ 5,819,903	$ 688,921
1997	35,510,830	563,014	12,835,477	6,486,556	606,901
1998	38,199,151	721,954	14,960,108	6,171,064	592,648
1999	40,356,344	1,033,773	18,552,474	6,009,811	946,855
2000	43,270,968	1,103,130	17,139,963	6,690,440	1,056,232
2001	47,739,161	1,236,367	20,844,946	6,655,411	886,215
2002	50,028,457	1,376,203	17,297,586	6,191,081	1,396,161
2003	52,312,822	1,124,381	13,496,819	7,073,747	1,568,361
2004	55,517,938	1,337,911	10,541,690	7,736,141	1,734,950
2005	53,545,428	1,579,719	8,373,813	6,402,412	1,820,848

The presentation of this data includes General, Special Revenue, Debt Service and Capital Projects Funds.

Source: Administrative Services Department, City of San Buenaventura

Use of Money and Property	Other	Total
$ 7,294,988	$ 1,440,496	$ 62,743,803
7,832,030	2,596,086	66,430,894
6,891,959	2,272,161	69,809,045
5,898,597	2,795,541	75,593,395
5,963,692	3,195,351	78,419,776
8,705,217	2,577,840	88,645,157
7,069,732	2,255,820	85,857,910
5,065,327	2,733,981	83,375,438
3,355,993	3,672,874	83,897,497
2,492,807	3,998,861	78,213,888

City of San Buenaventura
Tax Revenues - By Source
Last ten fiscal years

Year ended June 30,	General Property Taxes	Tax Increments	General Sales Tax	Utility Taxes	Franchise Taxes	Business License Tax
1996	$ 9,393,885	$ 841,531	$ 13,810,236	$ 4,837,541	$ 1,279,861	$ 1,107,484
1997	9,402,650	842,954	13,630,752	5,019,413	1,388,205	1,127,989
1998	9,372,917	903,508	14,487,131	5,204,066	1,558,884	1,167,465
1999	9,485,766	946,252	15,912,948	4,926,173	1,563,292	1,265,770
2000	10,530,302	1,355,666	17,606,929	5,328,034	1,613,790	1,276,365
2001	11,280,874	1,237,305	19,553,606	6,147,187	1,893,099	1,310,421
2002	12,153,065	1,536,028	18,755,394	6,437,424	2,107,599	1,332,190
2003	13,410,887	1,636,511	19,714,453	7,087,384	2,292,690	1,317,031
2004	14,604,747	1,935,313	20,407,600	7,260,284	2,344,298	1,433,132
2005	16,143,825	2,463,951	16,648,105	7,681,191	2,452,413	1,453,745

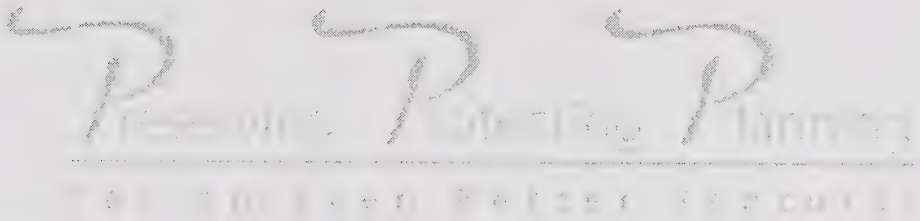
Source: Administrative Services Department, City of San Buenaventura

Real Property Transfer Tax	Transient Occupancy Tax	General Capital Improvement Taxes	Park and Recreation Taxes	Other Taxes	Total
$ 200,044	$ 1,997,672	$ 1,575,128	$ 187,315	$ 702,369	$ 35,933,066
208,713	2,256,719	928,306	91,709	613,420	35,510,830
256,104	2,310,419	1,854,720	130,759	955,208	38,201,181
354,971	2,508,347	2,481,475	477,326	434,024	40,356,344
401,630	2,436,711	1,895,022	433,371	393,148	43,270,968
407,661	2,896,860	1,900,107	595,516	516,526	47,739,162
488,755	3,017,540	3,069,350	692,078	439,034	50,028,457
573,209	2,835,572	2,751,759	268,409	424,918	52,312,822
603,392	3,169,742	2,814,437	529,552	415,442	55,517,939
732,489	3,332,710	2,600,461	553,734	34,738,686	53,545,428

City of San Buenaventura
Property Tax Levies and Collections
Last ten fiscal years

Year ended June 30,	Total Tax Levy	Current Tax Collections	Percent of Levy Collected	Delinquent Tax Collections	Total Tax Collections	Total Collections as a Percent of Current Levy
1996	$9,713,974	$9,586,596	99%	$660,959	$10,247,555	100%
1997	9,682,285	9,726,572	100%	523,560	10,250,132	100%
1998	9,657,526	9,493,115	98%	527,167	10,020,282	100%
1999	10,388,060	10,375,496	100%	214,113	10,589,609	100%
2000	10,952,936	10,789,287	99%	82,460	10,871,749	99%
2001	11,429,609	11,226,858	98%	54,016	11,280,874	99%
2002	12,491,663	12,114,098	97%	38,967	12,153,065	97%
2003	13,607,563	13,353,034	98%	57,854	13,410,887	99%
2004	14,679,933	14,549,118	99%	55,629	14,604,747	99%
2005	16,188,791	16,103,883	99%	39,942	16,143,825	100%

Source: Administrative Services Department, City of San Buenaventura



City of San Buenaventura

Assessed and Estimated Actual Value of Taxable Property

Last ten fiscal years

Year ended June 30,	Real Property Assessed Value	Real Property Estimated Actual Value	Personal Property Assessed Value	Personal Property Estimated Actual Value	Total Tangible Assessed Value
1996	$ 5,149,135,190	$ 5,149,135,190	$ 292,597,790	$ 292,597,790	$ 5,441,732,980
1997	5,320,044,289	5,320,044,289	277,224,635	277,224,635	5,597,268,924
1998	5,406,002,663	5,406,002,663	306,808,617	306,808,617	5,712,811,280
1999	5,642,018,734	5,642,018,734	318,071,178	318,071,178	5,960,082,912
2000	6,551,209,339	6,551,209,339	326,792,356	326,792,356	6,878,001,695
2001	7,127,517,849	7,127,517,849	360,991,677	360,991,677	7,488,509,526
2002	7,743,133,658	7,743,133,658	335,251,507	335,251,507	8,078,385,165
2003	8,462,983,313	8,462,983,313	354,837,313	354,837,313	8,817,820,626
2004	9,195,356,192	9,195,356,192	384,510,700	384,510,700	9,579,866,892
2005	10,111,464,650	10,111,464,650	402,611,267	402,611,267	10,514,075,917

* Various Exemptions Business Inventory.

Note: Data is stated at 100% of actual value as required under Section 135 of the Revenue and Tax Code.

Source: Ventura County Auditor-Controller's Office

Total Tangible Estimated Actual Value	*Exemptions Assessed Value	*Exemptions Estimated Actual Value	Total Net Assessed Value	Total Net Estimated Actual Value
$ 5,441,732,980	$ (383,416,172)	$ (383,416,172)	$ 5,058,316,808	$ 5,058,316,808
5,597,268,924	(387,659,183)	(387,659,183)	5,209,609,741	5,209,609,741
5,712,811,280	(406,683,782)	(406,683,782)	5,306,127,498	5,306,127,498
5,960,082,912	(423,216,572)	(423,216,572)	5,536,866,340	5,536,866,340
6,878,001,695	(447,772,094)	(447,772,094)	6,430,229,601	6,430,229,601
7,488,509,526	(347,736,891)	(347,736,891)	7,140,772,635	7,140,772,635
8,078,385,165	(351,125,097)	(351,125,097)	7,727,260,068	7,727,260,068
8,817,820,626	(503,806,084)	(503,806,084)	8,314,014,542	8,314,014,542
9,579,866,892	(515,618,215)	(515,618,215)	9,064,248,677	9,064,248,677
10,514,075,917	(515,849,413)	(515,618,215)	9,998,226,504	9,998,226,504

City of San Buenaventura
Property Tax Rates and Tax Levies - All Overlapping Governments
June 30, 2005

Tax Rate Limit

A State Constitutional Amendment (Proposition 13) provided that the tax rate was limited to 1% of assessed value (same as $1.00 per $100 assessed value), levied only by the county and shared with all other jurisdictions. All other jurisdictions and the county could levy a tax rate for voter approved debt.

Due Dates for Current Taxes

Secured - December 10 and April 10
Unsecured - August 31

Dates Taxes Become Delinquent

Secured - December 11 and April 11
Unsecured - September 1

Penalties for Delinquency

Secured - 10% penalty. If second payment is delinquent, 10% penalty plus $10.00, after June 30 redemption fee of $15.00 plus 1-1/2%
Unsecured - 10% late payment penalty and 17% collection fee. On November 1, add 1-1/2% penalty per month.

Discount

None.

Procedure for Enforcing Collection of Delinquent Taxes

Secured - Unpaid taxes are an unrecorded lien against real property. No lien is recorded for personal property billed on the secured roll. After five or more years have elapsed since the first year of delinquency and the taxes have not been paid, the property is defaulted to the County of Ventura on July 1 with power to sell. The property will be sold at public auction, sealed bid or Chapter 8 sale as prescribed by law.

Unsecured - Should the taxes become delinquent, the personal property of the assessee is seized and sold at public auction. Liens are recorded on unpaid bills.

Collecting Unit

County of Ventura.

Basis

100% of tax levy.

Source: Ventura County Tax Collector's Office

City of San Buenaventura
Computation of Direct and Overlapping Debt
June 30, 2005

Jurisdiction	Net Debt Outstanding	Percentage Applicable to City of San Buenaventura	City's Share Overlapping Debt
Overlapping debt:			
Ventura County General Fund Obligations	$ 12,321,398	12.449%	$ 1,533,891
Ventura County Pension obligations	6,909,195	12.449%	860,126
Ventura County Superintendent of Schools Certificates of Participation	1,724,809	12.449%	214,721
Ventura County Library Authority	-		-
Ventura County Community College District Certificates of Participation	808,135	12.452%	100,629
Ventura Unified School District Certificates of Participation	4,390,365	84.349%	3,703,229
Oxnard Union High District Certificates of Participation	2,340	0.021%	-
Oxnard School District Certificates of Participation	2,728	0.042%	-
Rio School District Certificates of Participation	437	0.008%	-
Overlapping debt totals	26,159,407		$ 6,412,596
Direct debt:			
Parking structure lease	2,365,235		
Revenue bonds	4,215,000		
Certificates of Participation - Facilities	50,760,000		
Direct debt total	57,340,235		
	$ 83,499,642		
Percentage of City's share of overlapping debt to total debt		7.680%	

*100% self-supporting.

Source: (1) California Municipal Statistics, Inc.
(2) Administrative Services Department, City of San Buenaventura

City of San Buenaventura

Ratio of Net General Obligation Bonded Debt to Assessed Value and Net Bonded Debt Per Capita

Last ten fiscal years

Year ended June 30,	Population (1)	Total Net Assessed Value (2)	Gross General Obligation Bonded Debt	Less Debt Service Debt
1996	99,200	$5,058,316,808	-	-
1997	99,800	5,209,609,741	-	-
1998	100,400	5,306,127,498	-	-
1999	101,000	5,536,866,340	-	-
2000	101,800	6,430,229,601	-	-
2001	101,200	7,140,772,635	-	-
2002	102,700	7,727,260,068	-	-
2003	104,300	8,314,014,542	-	-
2004	105,000	9,064,248,677	-	-
2005	106,096	9,998,226,504		

Note: Assessed value data is stated at 100% of actual value as required under Section 135 of the revenue and tax code.

(1) Source: State Department of Finance

(2) Source: Ventura County Auditor Controller's Office

City of San Buenaventura
Computation of Legal Debt Margin
June 30, 2005

Total tangible assessed value*			$ 10,514,075,917
Debt limitation (15% of total tangible assessed value)			1,577,111,388
Debt subject to debt limitation:			
Total bonded debt	$	4,215,000	
Less revenue bonds		4,215,000	
Debt subject to debt limitation			-
Legal debt margin			$ 1,577,111,388

* Ventura County Tax Collector's Office

City of San Buenaventura
Demographic Statistics
Last ten fiscal years

Year ended June 30,	Population (1)	Per Capita Income	Median Age	Education Level in Years of Formal Schooling	School Enrollment (2)	Unemployment Percentage Rate (3)
1996	99,200	**	**	**	16,136	5.2
1997	99,800	**	**	**	16,427	4.6
1998	100,400	**	**	**	17,071	5.1
1999	101,000	**	**	**	16,256	5.7
2000	101,800	**	**	**	16,869	4.5
2001	101,200	**	**	**	17,119	4.5
2002	102,700	**	**	**	17,234	4.8
2003	104,300	**	**	**	17,410	5.8
2004	105,000	**	**	**	17,442	5.2
2005	106,096	**	**	**	17,149	4.8

(1) Source: State Department of Finance Demographics Research Unit

(2) Source: Ventura Unified School District

(3) Source: State Employment Development Department

** Data not available

City of San Buenaventura
Schedule of Sewer Fund Revenue Bond Coverage
Last ten fiscal years

Year ended June 30,	Operating Revenues	Operating Expenses (1)	Nonoperating Revenues (2)	Net Income (3)
1996	$ 10,513,555	$ 6,811,441	$ 1,306,532	$ 5,008,646
1997	10,286,217	5,773,074	1,451,853	5,964,996
1998	10,507,287	5,717,795	1,812,440	6,601,932
1999	10,397,689	6,837,680	1,552,581	5,112,590
2000	10,863,380	6,971,060	1,202,542	5,094,862
2001	11,499,505	7,138,994	1,567,995	5,928,506
2002	11,162,654	7,884,657	968,703	4,246,700
2003	12,677,123	9,184,042	394,739	3,887,820
2004	13,430,212	8,563,847	262,306	4,457,174
2005	14,042,047	8,725,668	574,053	5,890,432

(1) Total operating expenses exclusive of depreciation..

(2) Excludes gain or loss on sale of assets.

(3) Net income excludes depreciation and gain or loss on sale of assets.

(4) The first revenue bonds for the sewer fund were issued on March 1, 1971 with debt service requirements beginning during the fiscal year 1972-1973. Requirements are reported on the cash basis, excluding premiums.

Source: Administrative Services Department, City of San Buenaventura

Debt Service Requirements (4)			
Principal	Interest	Total	Coverage
$ 510,000	$ 823,175	$ 1,333,175	3.757%
465,000	397,399	862,399	6.917%
360,000	517,090	877,090	7.527%
375,000	497,018	872,018	5.863%
390,000	486,392	876,392	5.813%
410,000	469,232	879,232	6.743%
430,000	416,553	846,553	5.016%
450,000	396,343	846,343	4.594%
470,000	408,768	878,768	5.072%
495,000	1,042,147	1,537,147	3.832%

City of San Buenaventura
Schedule of Water Fund Revenue Bond Coverage
Last ten fiscal years

Year ended June 30,	Gross Revenues (1)	Gross Expenses (2)	Net Revenue Available for Debt Service
1996	$ 14,610,701	$ 7,859,701	$ 6,751,000
1997	15,753,750	8,470,720	7,283,030
1998	15,500,511	9,133,491	6,367,020
1999	15,637,448	9,337,237	6,300,211
2000	15,729,318	9,005,448	6,723,870
2001	16,302,818	10,102,166	6,200,652
2002	16,174,010	11,210,864	4,963,146
2003	16,494,638	11,437,328	5,057,310
2004	17,640,075	11,015,003	6,625,072
2005	17,642,997	13,561,877	4,081,120

(1) Total operating revenues including interest.

(2) The first revenue bonds for the water fund were issued in February 1969, with debt service requirements beginning during the fiscal year 1969-1970. Requirements are reported on the cash basis, excluding premiums.

Source: Administrative Services Department, City of San Buenaventura

Debt Service Requirements (3)			
Principal	Interest	Total	Coverage
$ 240,000	$ 833,483	$ 1,073,483	6.289%
450,000	817,108	1,267,108	5.748%
635,000	794,530	1,429,530	4.454%
495,000	758,305	1,253,305	5.027%
695,000	733,587	1,428,587	4.707%
730,000	700,782	1,430,782	4.334%
770,000	667,448	1,437,448	3.453%
450,000	628,343	1,078,343	4.690%
880,000	1,202,325	2,082,325	3.18%
880,000	1,347,666	2,227,666	1.83%

City of San Buenaventura

Ratio of Annual Debt Service Expenditures for General Bonded Debt to General Expenditures

Last ten fiscal years

Year ended June 30,	Principal	Interest	Total Debt Service	Total General Expenditures	Ratio of Debt Service to General Expenditures
1996	-	-	-	69,718,262	-
1997	-	-	-	66,886,116	-
1998	-	-	-	101,009,529	-
1999	-	-	-	76,812,016	-
2000	-	-	-	82,518,187	-
2001	-	-	-	85,242,346	-
2002	-	-	-	111,803,829	-
2003	-	-	-	106,725,094	-
2004	-	-	-	99,943,166	-
2005	-	-	-	105,737,313	-

Source: Administrative Services Department, City of San Buenaventura

City of San Buenaventura
Insurance Coverage of Principal Officials
For the year ended June 30, 2005

Name	Title of Officer	Amount of Insurance Coverage
Brian Brennan	Mayor	$ 1,000,000
Sandy Smith	Council Member	1,000,000
Neal Andrews	Council Member	1,000,000
James Monahan	Council Member	1,000,000
Bill Fulton	Council Member	1,000,000
Carl Morehouse	Deputy Mayor	1,000,000
Christy Weir	Council Member	1,000,000
Martin Johnson	Planning Commissioner	1,000,000
Carolyn Briggs	Vice Chairperson	1,000,000
Curtis Stiles	Planning Commissioner	1,000,000
Ronald Allen	Planning Commissioner	1,000,000
John Hecht	Chair	1,000,000
Martel Fraser	Planning Commissioner	1,000,000
Michael Faulconer	Planning Commissioner	1,000,000
Rick Cole	City Manager	1,000,000
Robert Boehm	City Attorney	1,000,000
Kaye Mirabelli	Administrative Services Director	1,000,000
Susan Daluddung	Community Services Director	1,000,000
Ronald Calkins	Public Works Director	1,000,000
Pat Miller	Police Chief	1,000,000
Mike Lavery	Fire Chief	1,000,000
Jenny Roney	Human Resources Director	1,000,000
Mabi Covarrubias Plisky	City Clerk	1,000,000
Kaye Mirabelli	Treasury and Revenue Manager	1,000,000

City of San Buenaventura
Property Value, Construction and Bank Deposits
Last ten fiscal years

Year ended June 30,	Commercial Construction (1) Number of Permits	Commercial Construction (1) Value	Residential Construction (1) Number of Permits	Residential Construction (1) Value
1996	32	$ 8,972,595	209	$ 31,884,270
1997	40	12,496,068	95	21,359,324
1998	27	23,631,568	107	28,685,297
1999	29	29,560,702	248	46,140,550
2000	42	18,727,745	213	42,095,338
2001	28	17,405,930	272	75,961,786
2002	25	12,317,300	313	90,662,526
2003	25	38,829,883	91	31,868,670
2004	52	33,836,075	108	46,773,562
2005	17	16,658,168	199	70,003,566

(1) Source: Community Development Department, City of San Buenaventura

(2) Source: Decision Research Sciences, Inc., Branch Directory and Summary of Deposits, 1986-1992 Sheshunoff, Inc., 1993-1997

** Information no longer available.

Bank Deposits (2) (In thousands)	Property value		
	Commercial	Residential	Nontaxable
$ 741,200	$ 1,315,162,370	$ 3,287,905,925	$ 40,466,534
**	1,354,498,533	3,386,246,332	41,676,878
**	1,379,593,149	3,448,982,874	42,449,020
**	1,472,444,113	3,598,963,121	45,305,973
**	1,671,859,176	4,179,649,241	51,441,837
**	1,856,600,885	4,641,502,213	57,126,181
**	2,009,087,618	5,022,719,044	61,818,081
**	2,161,643,781	5,404,109,452	66,512,116
**	2,356,704,656	5,891,761,640	72,513,989
**	2,599,538,891	6,498,847,228	79,985,812

City of San Buenaventura
Principal Taxpayers
For the year ended June 30, 2005

Taxpayer	Type of Business	January 1, 2005 Assessed Valuation	Percentage of Total Assessed Valuation
Macerich California Assoc.	Land Development	$ 72,031,835	0.72%
Montalvo Shopping Center	Land Development	47,608,005	0.48%
ASN Ventura LLC	Land Development	34,157,900	0.34%
Archstone Communities Trust	Land Development	32,769,467	9.79%
Lowes	Retail	28,802,623	8.60%
Newport Beach North LLC	Land Development	26,565,461	0.27%
May Co. Department Stores	Retail	24,757,557	0.25%
Imperial Ventura MHP LLC	Real Estate Management	23,500,000	0.24%
Weston Co. Ventura Apts.	Real Estate Management	22,383,673	0.22%
Ventura Pines Apartments, Inc.	Retail	22,172,347	0.24%
Subtotal		334,748,868	3.35%
Other taxpayers		9,663,477,636	96.65%
Total		$ 9,998,226,504	100.00%

Source: Ventura County Tax Collector's Office

City of San Buenaventura
Investment Portfolio Statistics
Last ten fiscal years

Year ended June 30,	City		Trustee - Debt Financing Reserves	
	Average Portfolio	Average ERR	Average Portfolio	Average ERR
1996	$ 159,856,064	5.58%	$ 11,070,124	6.19%
1997	162,650,923	5.62%	10,116,928	6.35%
1998	144,434,548	5.74%	9,471,188	6.13%
1999	135,939,096	5.80%	6,810,954	6.12%
2000	134,205,841	5.98%	6,887,522	6.18%
2001	135,395,522	5.96%	6,809,625	6.36%
2002	143,093,161	4.40%	15,385,789	4.08%
2003	145,180,617	3.15%	32,710,919	3.00%
2004	140,789,775	2.61%	42,722,911	2.54%
2005	137,034,504	2.56%	53,012,582	2.62%

Source: Administrative Services Department, City of San Buenaventura

City of San Buenaventura
General Governmental Debt Payments
Last ten fiscal years

Year ended June 30,	Certificates of Participation		MIRB Parking Structure *	
	Principal	Interest and Other Charges	Principal	Interest and Other Charges
1996	$ 355,000	$ 3,053,419	$ 5,200,000	$ 1,194,637
1997	1,115,000	3,007,768	-	-
1998	735,000	2,244,813	-	-
1999	785,000	1,505,288	-	-
2000	825,000	1,464,623	-	-
2001	870,000	1,420,204	-	-
2002	3,780,000	1,273,723	-	-
2003	20,590,000	1,795,939	-	-
2004	1,720,000	2,640,393	-	-
2005	1,875,000	2,488,254		

* The MIRB Parking Structure debt was refunded in 1995-1996 to Lease Revenue.

Source: Administrative Services Department, City of San Buenaventura

Lease Revenue		Parking Structure Lease		
Principal	Interest and Other Charges	Principal	Interest and Other Charges	Total
-	-	-	-	$ 9,803,056
245,000	371,660	-	-	4,739,428
255,000	359,025	-	-	3,593,838
265,000	347,933	-	-	2,903,221
275,000	335,875	127,845	266,516	3,294,859
290,000	322,950	255,689	533,034	3,691,877
305,000	309,030	255,689	533,034	6,456,476
320,000	293,780	255,689	533,034	23,788,442
335,000	277,300	255,689	533,033	5,761,415
350,000	259,545	255,689	533,033	5,761,521

City of San Buenaventura
Miscellaneous Statistical Data
For the year ended June 30, 2005

Date of incorporation:	Incorporated as town, March 10, 1866
Date first charter adopted:	Election of freeholders, October 13, 1931 Adoption by election, January 7, 1932 Approved by legislature, January 26, 1933
Date present charter adopted:	By election, November 4, 1986 Approved by legislature, December 4, 1986
Form of government:	Council - Manager

Area - by ten-year periods for last sixty years:

Fiscal year ended June 30,	Square Miles	Acres
1945	4.678	2,933.800
1955	6.498	4,158.467
1965	13.802	8,833.106
1975	31.269 *	20,012.482
1985	34.322 *	21,965.920
1995	35.541 *	22,746.240
2005	36.248	23,198.665

* Includes 14,541 square miles of water.

. Building permits last ten years:

Fiscal year ended June 30,	Number of Permits	Valuation
1996	1,649	59,578,283
1997	1,430	47,395,061
1998	1,705	81,360,058
1999	2,025	125,120,199
2000	1,991	96,524,770
2001	2,045	123,094,779
2002	2,262	140,108,458
2003	2,284	117,104,570
2004	2,319	131,213,509
2005	2165	139,540,473

City of San Buenaventura
Miscellaneous Statistical Data, Continued
For the year ended June 30, 2005

Public Safety:
- Fire protection:
  - Number of stations - 6
- Police protection:
  - Number of police/fire headquarters - 1
  - Jail facilities and population - 0
  - Vehicular units - 87

	Facilities/ Amenities	Number	Acres
Community Services:	Golf courses:	2	249
	Group BBQ area	1	
	Restaurants/snack bar	1/2	
	Banquet center	1	
Parks Division:	Parks:	26	507
	Play areas with equipment	Most parks	
	Wading pools	0	
	Tennis courts	10	
	Basketball courts	5	
	Lighted softball fields	3	
	Lighted baseball fields	2	
	Youth baseball fields	8	
	Soccer fields	14	
	Handball courts	2	
	Paddleball courts	0	
	Volleyball courts	2	
	Horseshoe pits	10	
	Skateboard Facility	3	
	Pistol range	1	
	Group BBQ areas	4	
	Informal picnic areas	Most parks	

Enterprise Funds:

	Water	Sewer
Number of consumers:		
Within the City	29,420	24,475
Outside the City	1,289	0
Totals	30,709	24,475

City of San Buenaventura
Miscellaneous Statistical Data, Continued
For the year ended June 30, 2005

Data on use in gallons:
- Water - 6.04 billion per year
- Sewer - 9.3 million treated per day

Plant capacity in billion gallons per year:
- Water - 7.66 (treated)
- Sewer - 5.1

Number of City-owned fire hydrants - 4970

Data on seven concrete reservoirs:

Name	Capacity in gallons	Age - years and comments
Bailey (New Compartment)	3,000,010	7
Bailey	4,200,000	25
Kingston	10,000,000	67
Power	15,171,000	67
Hall Canyon	8,200,000	39
Grant Park	2,200,000	5
Seaward Plant		Out of service
Avenue Plant	1,363,767	Used in treatment process only

Data on steel tanks:

Name	Capacity in gallons	Age - years and comments
Sexton - 2	5,000,000	31
Willis	1,000,000	34
Foothill - 2	1,500,000	45
Golf Course	160,000	44
Seaward Plant - 7		Out of service
Mariano - 2	650,000	56
View Park	250,000	12
Hall Canyon - 2	500,000	56
Nob Hill	300,000	43
Ondulando	400,000	46
Kimball	1,000,000	43
Corbett	1,500,000	39
Kalorama - 2	300,000	25
Seneca	1,200,000	21
Elizabeth	1,000,000	15
McElrae - 2	160,000	14
Valley Vista	1,000,000	2

City of San Buenaventura
Miscellaneous Statistical Data, Continued
For the year ended June 30, 2005

		2005	
Number of street lights:			
Maintained by Southern California Edison Company		9,265	
Maintained by City of San Buenaventura		1,058	
	Total	10,323	
Number of employees:			
Full-time		609	
Part-time		12	
Extra help		407	
Elected		7	
Limited term		6	
Extended term		21	
	Total	1,062	
Elections:			
Last municipal election		2003	
Number of registered voters		58,234	
Numbers of votes cast		13,467	
Percentage of registered voters voting		23.1%	
Population:			
Census population count for the last three United States censuses:		2000	100,916
		1990	92,575
		1980	74,393

City of San Buenaventura
Miscellaneous Statistical Data, Continued
For the year ended June 30, 2005

Age distribution of population last three United States censuses:

	2000		1990		1980	
Age	Number	Percent	Number	Percent	Number	Percent
Under 5	6,641	6.6%	6,645	7.2%	4,784	6.4%
5 to 9	7,425	7.4%	6,116	6.6%	4,919	6.6%
10 to 14	7,017	7.0%	5,578	6.0%	5,566	7.5%
15 and 19	6,587	6.5%	5,866	6.3%	6,538	8.8%
20 and 24	5,458	5.4%	6,628	7.2%	6,526	8.8%
25 to 34	14,216	14.1%	17,890	19.3%	13,064	17.6%
35 to 44	17,592	17.4%	15,645	16.9%	8,718	11.7%
45 to 54	14,696	14.6%	9,345	10.1%	7,628	10.3%
55 to 59	4,746	4.7%	3,623	3.9%	4,073	5.5%
60 to 64	3,607	3.6%	3,694	4.0%	3,436	4.6%
65 to 74	6,329	6.3%	6,476	7.0%	5,361	7.2%
75 to 84	4,918	4.9%	3,815	4.1%	2,960	4.0%
85 and over	1,684	1.7%	1,256	1.4%	820	1.1%

City of San Buenaventura
Miscellaneous Statistical Data, Continued
For the year ended June 30, 2005

Family income level of population last three United States censuses:

Income Range		2000		1990	1980	
From	To	Number	Percent	Number	Number	Percent
All families		76,232		35,546	20,202	
$ -	$ 2,499			-	414	2.05%
2,500	4,999	2,151 (a)	2.82%	793 (a)	518	2.56%
5,000	7,499			-	979	4.85%
7,500	9,999	2,095 (b)	2.75%	2,171 (b)	1,177	5.83%
10,000	12,499			-	1,328	6.57%
12,500	14,999	3,120 (c)	4.09%	1,932 (c)	1,219	6.03%
15,000	17,499	-		-	1,463	7.24%
17,500	19,999	-		-	1,415	7.00%
20,000	22,499	-		-	1,515	7.50%
22,500	24,999	8,489 (d)	11.25%	4,829 (d)	1,302	6.45%
25,000	27,499	-		-	1,434	7.10%
27,500	29,999	-		-	1,135	5.62%
30,000	34,999	8,657 (e)	11.77%	5,372 (e)	2,041	10.10%
35,000	39,999	-		-	1,409	6.98%
40,000	49,999	11,443 (f)	15.01%	7,143 (f)	1,534	7.59%
50,000	74,999	-		7,819	951	4.71%
75,000	99,999	-		3,100	-	0.00%
100,000	149,999	34,821 (g)	45.68%	1,643 (g)	-	0.00%
150,000	or more	5,456 (h)	7.16%	744	-	1.82%
Median income		$ 76,232		$ 31,600	$ 18,791	

Legend:
(a) Range from $1 - $4,999
(b) Range from $5,000 - $9,999
(c) Range from $10,000 - $14,999
(d) Range from $15,000 - $24,999
(e) Range from $25,000 - $34,999
(f) Range from $35,000 - $49,000
(g) Range from $50,000 - $149,000
(h) Range from $150,000 or more

City of San Buenaventura
Miscellaneous Statistical Data, Continued
For the year ended June 30, 2005

Retail sales:

By year for last ten years:

Year ended December 31	Taxable Sales
1995	994,391,000
1996	1,258,357,000
1997	1,310,213,000
1998	1,393,701,000
1999	1,512,977,000
2000	1,698,098,000
2001	1,710,582,000
2002	1,734,495,000
2003	1,797,225,000
2004	1,897,522,000

Source: California State Board of Equalization

San Buenaventura Public Facilities Financing Authority
$15,930,000 2002 Certificates of Participation, Series D

	Actuals						
	1999	2000	2001	2002	2003	2004	2005
Operating Revenues:							
Charges for Services:							
Greens Fees - Buena	$ 373,743	$ 448,075	$ 507,726	$ 506,195	$ 490,485	$ 806,148	$ 554,290
Electric Carts - Buena	98,535	108,448	131,990	137,278	135,399	218,737	54,358
Coffee Shop - Buena	-	-	52,943	55,268	54,772	38,751	13,624
Pro Shop - Buena						71,549	17,753
Greens Fees - Olivas	453,907	521,591	585,569	586,017	565,499	1,290,011	1,179,281
Driving Range - Olivas	70,797	68,492	90,147	88,472	89,216	212,288	233,536
Electric Carts - Olivas	114,164	122,663	148,799	148,825	138,553	336,533	310,371
Coffee Shop - Olivas	-	-	22,700	22,601	18,343	262,522	262,851
Pro Shop - Olivas						144,023	138,276
Total charges for services	1,111,146	1,269,269	1,539,874	1,544,656	1,492,267	3,380,562	2,764,338
Other Operating Revenues	150	255	-	-	-		
Total Operating Revenues	1,111,296	1,269,524	1,539,874	1,544,656	1,492,267	3,380,562	2,764,338
Operating Expenses:							
Personal Services	129,438	142,991	152,934	172,740	167,161	177,652	143,794
Contractual Services [1]	329,166	276,585	239,933	591,890	236,471	2,202,983	1,669,598
Materials & Supplies	8,625	1,705	302	583	329	344	348
General & Administrative	383,942	432,609	404,961	391,471	371,379	373,100	304,033
Depreciation	53,749	58,352	58,543	56,841	74,375	63,495	79,636
Total Operating Expenses	904,920	912,242	856,673	1,213,525	849,715	2,817,574	2,197,409
Operating Income (Loss)	206,376	357,282	683,201	331,131	642,552	562,988	566,929
Non-Operating Revenues (Expenses):							
Interest Income [2]	179,798	200,488	391,375	296,288	184,467	53,461	111,149
Interest Expense	-	-	-	-	-	-	-
Gain on Sale of Assets	-	(18,097)	-	-	-	-	-
Total Non-Operating Revenues (Expenses):	179,798	182,391	391,375	296,288	184,467	53,461	111,149
Net Income (Loss)	$ 386,174	$ 539,673	$ 1,074,576	$ 627,419	$ 827,019	$ 616,449	$ 678,078

Notes:

[1] Fiscal year 2002 includes $335,836 in preliminary golf course renovation design.

[2] Interest income includes unrealized gain (loss) on investments.

- No significant or material events to report for the $15,930,000 - 2002 Certificates of Participation, Series D

San Buenaventura Public Facilities Financing Authority
$10,360,000 - 1996 Sewer & Sanitation Revenue Refunding Bonds
$27,410,000-2004 Water Revenue Certificates of Participation
$25,075,000-2004 Wastewater Revenue Certificates of Participation

FY 2003-2004 Water Rates

Water Volume Rates
Per Hundred Cubic Feet (HCF)

Single Family Residential

Water Usage	City	County
HCF	$	$
1-16	1.53	2.59
17-42	2.02	3.44
43+	3.24	5.51

Multiple Family Residential

Water Usage	City	County
HCF	$	$
1-10	1.53	2.59
11-24	2.02	3.44
25+	3.24	5.51

Non-Residential

Water Usage	City	County
HCF	$	$
Per HCF	2.02	3.44

Raw Water*, Irrigation* & Municipal Parks

Water Usage	City	County
HCF	$	$
Per HCF	1.06	1.06

Reclaimed Water

Water Usage	City	County
HCF	$	$
Per HCF	0.46	0.46

1 HCF = 748 gallons
*Non Potable, Non Fully Treated Wa

Bimonthly Service Charge
(Based on Meter Size)

Residential & Non-Residential

Meter Size	City $	County $
5/8 & 3/4	9.40	16.03
1	18.50	31.47
1.5	31.25	53.18
2	43.98	74.74
3	100.09	169.77
4	163.87	278.23
6	323.03	549.39
8	482.19	819.36
10	641.35	1,090.52
12	736.84	1,253.22

Fire Line Monthly Charge

Meter Size	City $	County $
1	3.89	6.59
2	3.89	6.59
3	11.69	19.82
4	23.46	39.85
6	65.06	110.57
8	136.76	232.25
10	234.62	398.49
Each Add'l Inch	3.89	6.59

City Reclaim Meter Charge

Meter Size	Bi-Mo$	Monthly $
5/8 & 3/4	9.40	4.70
1	18.50	9.25
1.5	31.25	15.63
2	43.98	21.99
3	100.09	50.04
4	163.87	81.94
6	323.03	161.52
8	482.19	241.09
10	641.35	320.67
12	736.84	368.42

FY 2003-2004 Wastewater Service Rates

Customer Classification

	# HCF **	Bimonthly Rate $
Single Family &	0 - 8	25.11
Multiple Dwelling	9 - 10	30.81
	11 - 12	36.49
	13 - 14	42.18
	15 - 16	47.86
	17+	53.55

** Usage established during determination period November 1 thru April 30. Charge based on lowest water usage during determination billings.

Schools***	96.39
Churches***	53.55

*** Per Single Family Dwelling Unit Equivalent. Rates will vary; see Ordinance Chapter 22.220, Section 020, for rate factors.

Industrial (Billed Monthly)

Flow	per million gallons	1,478.11
COD	per 1000 pounds	222.80
SS	Per 1000 pounds	502.37

Customer Classification

Commercial	# HCF	Bimonthly Rate $
Group 1:	0 - 8	$16.12
	9 + per unit	$2.02
A. Laundromats		
B. Car Wash		
C. Professional Offices		
D. Convalescent homes		
E. Wholesale Establishments		
F. Offices		
G. Retail Establishments		
H. Public Buildings		
I. Barber & Beauty Shops		
J. Gas Stations & Garages		
K. Bars w/out dining facilities		
L. Theaters		
M. Gyms		
N. Hospitals		
O. Grocery stores w/out garbage grinders		
Group 2	0 - 8	$18.34
	9 + per unit	$2.29
A. Hotels & Motels w/out dining facilities		
B. Commercial laundries		
Group 3	0 - 8	$30.80
	9 + per unit	$3.85
A. Hotels w/dining facilities		
Group 4	0 - 8	$36.74
	9 + per unit	$4.60
A. Mortuaries		
B. Grocery stores with garbage grinders		
Group 5	0 - 8	$36.66
	9 + per unit	$4.59
A. Bakeries		
B. Restaurants		
C. Multi-use shopping centers		
Group 6		$53.55
A. Plant Nurseries		

City of San Buenaventura

Annual Continuing Disclosure Requirements, Continued

Revenue Bonds - Sewer & Sanitation Fund

For the year ended June 30, 2005

Top 10 Sewer Users for 2004-2005

Name of Account Holder	Account Type	Average HCF Per Day
Peppertree HOA	Residential	124
Ventura County	Commercial	122
Lemon Wood LTD	Residential	109
Community Memorial Hospital	Commercial	96
Paseo Del Mar	Residential	78
Ventura County Medical Center	Commercial	75
Ventura Marina MHP	Residential	75
Cabrillo Co-Op	Residential	73
JSB Trusts	Residential	73
La Ventana	Residential	70

No significant or material events to report for the $10,360,000, 1996 Sewer Revenue Refunding Bonds financing.

City of San Buenaventura

Annual Continuing Disclosure Requirements, Continued
Revenue Bonds - Water Fund
For the year ended June 30, 2005

Top 10 Water Users for 2004-2005

Name of Account Holder	Account Type	Average HCF Per Day
Aera Energy LLC	Ground	1110
Evergreen Alliance Golf	Reclaimed	732
Dairy Farmers of America	Commercial	304
Puretec Harris	Commercial	233
Peppertree HOA	Residential	124
Ventura County	Commercial	122
Lemon Wood LTD	Residential	109
Community Memorial Hospital	Commercial	96
Harris Water Conditioning	Commercial	92
Ventura Costal Corp	Industrial	82

City of San Buenaventura

Annual Continuing Disclosure Requirements, Continued

For the year ended June 30, 2005

San Buenaventura Public Facilities Financing Authority General Fund Certificates of Participation:

Amount	utstandi	Type
$2,465,000		2001 Refunding Certificates of Participation, Series A
$15,505,000		2001 Certificates of Participation, Series C
$17,395,000		2002 Refunding Certificates of Participation, Series B
$15,395,000		2002 Refunding Certificates of Participation, Series D

- **No significant or material events to report for the above financings.**

Preserving Protecting Planning
For An Even Better Ventura!

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